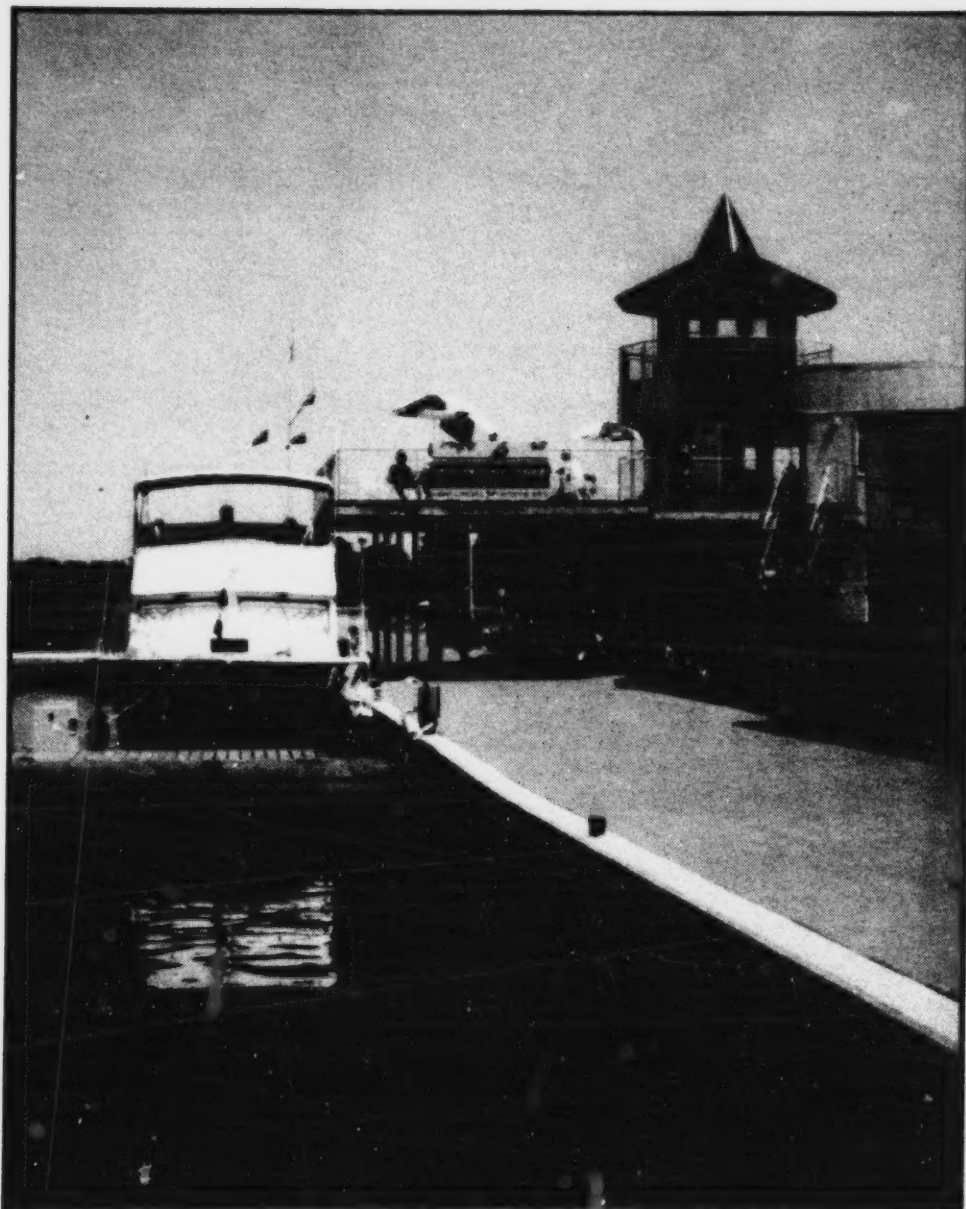


1985 Financial Report



CORP. OF THE CITY OF PETERBOROUGH

**INDEX TO
FINANCIAL STATEMENTS**

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Mayor and Members
of City Council, and Residents
of the City of Peterborough.

Your Worship,
Ladies and Gentlemen,

TREASURER'S REPORT

I am pleased to present the Financial Report for the City of Peterborough for the period ended December 31, 1985. The report contains several distinct sections, as follows:

- Pages 3 to 6 - Summaries of key financial information for the past five years.
- Pages 7 to 22 - Consolidated financial statements prepared in accordance with the Provincial reporting requirements as outlined in the Municipal Financial Reporting Handbook.
- Pages 23 to 52 - Individual financial statements for consolidated entities as listed in Note 1 (a) on Page 10.
- Pages 53 to 90 - Financial statements of the Peterborough Utilities Commission Waterworks Department and Electrical Department, the Peterborough County-City Health Unit and the Peterborough Downtown Business Improvement Area.
- Pages 91 to 108 - 1985 Financial Information Return prepared in accordance with the Provincial regulations. Please note on Page 93 that the basis of consolidation differs from the consolidated financial statements.

The City has experienced another very successful year of operations and its financial position continues to improve as evidenced by the key information set out in the five-year review beginning of Page 3.

The consolidated accumulated operating surplus as at December 31, 1985 amounted to \$75,315 and included a 1985 operating surplus for the City of \$77,738.

City Council's commitment to fiscal restraint was once again evident in 1985. The mill rate for municipal purposes increased by only 3.5% as compared to an inflation rate of 4.4%.

The City's total capital expenditures for 1985 were \$6.1 million, including the Marina development, Lansdowne St. bridge and the completion of The Parkway. The City's contribution to capital from its own funds is up \$.3 million to a total of \$4.4 million. Current contributions to capital total \$3.6 million while contributions from the reserves and reserve funds were \$.8 million.

Mayor and Members
of City Council, and Residents
of the City of Peterborough - Continued

Net long term debt for general municipal activities was at \$14.6 million at December 31, 1985. Activity for the year included the repayment of \$1.7 million in principal and the new issue of \$2.1 million, primarily related to The Parkway project.

The City's tax collections and arrear positions are also encouraging. The tax arrears as a percentage of the current tax levy were 6.6% as compared to 6.3% for 1984. This slight increase was due, for the most part, to arrears outstanding on a specific property which was under appeal at year end.

Reserves and reserve fund balances now amount to \$6.75 million. Although this is slightly lower than the \$6.8 million reported last year, the reason for the decrease is a new regulation which stipulates that the Ontario Home Renewal Program is to be treated as a trust fund rather than a reserve fund. Excluding OHRP, reserve and reserve fund balances have increased by \$1.2 million or 21.4% over the 1984 balances.

The City's cash and investment position at year end has greatly improved, and equals \$7.2 million compared to \$3.5 million the year before. This is partially due to an unexpended capital financing at the end of 1985 of \$2.4 million compared with an unfinanced outlay in 1984 of \$1.0 million.

The value of building permits issued in 1985 amounted to \$38.7 million, an increase of 35% over 1984 issues. In addition, the value of building permits issued in the first five months of 1986 amount to \$27.3 million, indicating an even higher level for 1986.

We look forward to an equally challenging and successful year in 1986.



R.F. Chittick

Director of Finance and Administrative Services

FIVE YEAR REVIEW

(All dollar values in thousands except per capita figures)

(Unaudited)

	1985	1984	1983	1982	1981
CURRENT PROGRAM ACTIVITY					
Expenditure - municipal purposes	49,246	46,079	42,984	41,075	35,459
Revenue					
Beginning accumulated surplus (deficit)	322	176	(220)	296	323
Taxation	22,835	21,841	20,948	20,579	18,479
Payments in lieu	1,448	1,390	1,333	1,287	1,208
Ontario grants	14,542	13,900	12,851	11,853	9,371
Other grants	195	286	182	150	109
Fees and service charges	7,168	6,283	5,946	5,296	5,106
Other	2,811	2,525	2,120	1,394	1,159
	<u>49,321</u>	<u>46,401</u>	<u>43,160</u>	<u>40,855</u>	<u>35,755</u>
Ending accumulated surplus (deficit)	<u>75</u>	<u>322</u>	<u>176</u>	<u>(220)</u>	<u>296</u>
CAPITAL PROGRAM ACTIVITY					
Unfinanced outlay beginning of year	(1,031)	(526)	(1,352)	(4,064)	3,512
Outlay	6,744	7,032	4,848	6,412	5,577
Financing					
Contribution from own funds	4,429	4,098	3,188	3,275	2,821
Long term liabilities	2,084		428	4,000	
Ontario grants	3,416	1,976	1,688	1,064	1,678
Other	287	453	370	785	526
	<u>10,216</u>	<u>6,527</u>	<u>5,674</u>	<u>9,124</u>	<u>5,025</u>
Unfinanced outlay end of year	<u>2,441</u>	<u>(1,031)</u>	<u>(526)</u>	<u>(1,352)</u>	<u>(4,064)</u>

FIVE YEAR REVIEW

(All dollar values in thousands except per capita figures)

(Unaudited)

	<u>1985</u>	<u>1984</u>	<u>1983</u>	<u>1982</u>	<u>1981</u>
RESERVES AND RESERVE FUNDS	<u>6,755</u>	<u>6,781</u>	<u>5,601</u>	<u>4,046</u>	<u>3,364</u>
NET LONG TERM DEBT					
For general municipal activities	14,581	14,205	15,935	17,309	14,753
For municipal enterprise	<u>1,286</u>	<u>1,368</u>	<u>1,442</u>	<u>1,508</u>	<u>1,568</u>
	<u>15,867</u>	<u>15,573</u>	<u>17,377</u>	<u>18,817</u>	<u>16,321</u>
General municipal activities debt as percentage of taxable assessment	9.4%	9.3%	10.5%	11.4%	9.8%
CHARGES FOR NET LONG TERM DEBT					
General municipal activities and for municipal enterprise	<u>3,341</u>	<u>3,517</u>	<u>3,667</u>	<u>2,770</u>	<u>3,083</u>
TAXABLE ASSESSMENT					
Residential and farm	96,783	95,848	94,968	94,299	93,553
Commercial and industrial	39,981	39,503	39,134	39,208	38,896
Business	<u>17,926</u>	<u>17,947</u>	<u>18,209</u>	<u>18,177</u>	<u>17,995</u>
	154,690	153,298	152,311	151,684	150,444
Percentage increase from previous year	0.9%	0.6%	0.4%	0.8%	3.1%
Commercial and industrial and business assessment as percentage of total	37.4%	37.5%	37.6%	37.8%	37.8%
Provincial equalization factor	9.79	10.74	11.17	11.45	11.77
Equalized assessment					
Residential and farm	988,590	892,439	850,206	823,572	794,843
Commercial and industrial	408,386	367,812	350,349	342,428	330,467
Business	<u>183,105</u>	<u>167,104</u>	<u>163,017</u>	<u>158,751</u>	<u>152,889</u>
	<u>1,580,081</u>	<u>1,427,355</u>	<u>1,363,572</u>	<u>1,324,751</u>	<u>1,278,199</u>

FIVE YEAR REVIEW

(All dollar values in thousands except per capita figures)

(Unaudited)

	1985	1984	1983	1982	1981
TAX LEVY AND ARREARS					
Tax levy					
Current year's tax levy	41,381	38,733	37,141	35,174	31,192
Percentage increase over previous year	6.8%	4.3%	5.6%	12.8%	13.6%
Tax arrears					
Total arrears end of year	2,716	2,436	2,512	2,783	2,603
Percentage increase (decrease) over previous years	11.5%	(3.0%)	(9.7%)	6.9%	(26.4%)
Tax arrears as a percentage of current tax levy	6.6%	6.3%	6.8%	7.9%	8.3%

RATES OF TAXATION

Municipal purposes					
Residential and farm millrate	129.63	125.24	120.78	118.98	107.80
Commercial and industrial millrate	152.50	147.34	142.09	139.98	126.82
Percentage increase over previous year	3.5%	3.7%	1.5%	10.4%	10.9%
Education purposes					
Residential and farm millrate	108.49	99.40	96.74	86.96	76.25
Commercial and industrial millrate	127.64	116.94	113.81	102.30	89.70
Percentage increase over previous year	9.1%	2.8%	11.3%	14.0%	9.8%
Combined municipal and education purposes					
Residential and farm millrate	238.12	224.64	217.52	205.94	184.05
Commercial and industrial millrate	280.14	264.28	255.90	242.28	216.52

FIVE YEAR REVIEW**(All dollar values in thousands except per capita figures)****(Unaudited)**

	<u>1985</u>	<u>1984</u>	<u>1983</u>	<u>1982</u>	<u>1981</u>
POPULATION, HOUSEHOLDS, SIZE					
Population per latest enumeration	61,330	61,595	61,595	61,595	61,470
Households	24,036	23,736	23,574	23,369	23,132
Area in acres	13,150	13,150	13,150	13,150	13,150

PER CAPITA INFORMATION

Taxable assessment	2,522	2,490	2,473	2,463	2,447
Current expenditure	803	748	698	667	577
Net long-term debt for general municipal activities and municipal enterprise	259	253	282	306	265
Tax arrears	44	40	41	45	42

THE CORPORATION OF THE CITY OF PETERBOROUGH

CONSOLIDATED FINANCIAL REPORT

DECEMBER 31, 1985

Coopers
& Lybrand

chartered accountants

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Toronto Ontario
Canada M5H 1V8

a member firm of
Coopers & Lybrand (International)

telephone (416) 869-1130
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telex 06-23590

April 4, 1986

AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of
the City of Peterborough

We have examined the consolidated balance sheet of the City of Peterborough as at December 31, 1985 and the consolidated statement of operations for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of the City as at December 31, 1985 and the results of its operations for the year then ended in accordance with accounting principles prescribed for Ontario municipalities applied on a basis consistent with that of the preceding year.

Coopers & Lybrand
CHARTERED ACCOUNTANTS

Municipal
Licence No. 1082

**CITY OF PETERBOROUGH
CONSOLIDATED BALANCE SHEET
as at December 31, 1985**

	1985	1984
	\$	\$
<u>ASSETS</u>		
Unrestricted		
Cash	1,241,840	451,923
Short term deposits (note 5)	2,639,258	-
Taxes receivable	2,716,282	2,436,250
User charges receivable	547,937	465,087
Accounts receivable	3,183,154	2,840,880
Inventories - at cost	372,965	334,555
Other current assets	33,552	38,783
Past service pension charges (note 6)	<u>2,603,974</u>	<u>2,777,641</u>
	<u>13,338,962</u>	<u>9,345,119</u>
Restricted		
Cash	-	1,510,621
Short term deposits (note 5)	3,310,792	1,500,000
Long term receivables	<u>-</u>	<u>839,747</u>
	<u>3,310,792</u>	<u>3,850,368</u>
Capital outlay financed by long term liabilities and to be recovered in future years (note 1(b)(iv))	<u>15,867,400</u>	<u>15,572,793</u>
TOTAL ASSETS	<u>32,517,154</u>	<u>28,768,280</u>
<u>LIABILITIES</u>		
Temporary loans	13,700	35,938
Accounts payable and accrued liabilities	2,301,791	2,290,527
Other current liabilities	2,459,832	2,019,903
Past service pension liability (note 6)	<u>2,603,974</u>	<u>2,777,641</u>
	<u>7,379,297</u>	<u>7,124,009</u>
Net long term liabilities (note 8)	<u>15,867,400</u>	<u>15,572,793</u>
	<u>23,246,697</u>	<u>22,696,802</u>
<u>FUND BALANCES AT THE END OF THE YEAR</u>		
To be used to offset taxation or user charges (note 9(a))	75,315	321,765
Unexpended capital financing (Capital operations not yet permanently financed) (note 9(a))	<u>2,440,740</u>	<u>(1,031,033)</u>
	2,516,055	(709,268)
Reserves (note 10)	3,443,610	2,930,378
Reserve funds (note 10)	<u>3,310,792</u>	<u>3,850,368</u>
	<u>9,270,457</u>	<u>6,071,478</u>
	<u>32,517,154</u>	<u>28,768,280</u>

The accompanying notes are an integral part of this financial statement.

CITY OF PETERBOROUGH
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 1985

SOURCES OF FINANCING (note 1(a)(iii))				APPLIED TO:			
Taxation and user charges				Current Operations			
	Budget 1985 \$	Actual 1985 \$	Actual 1984 \$		Budget 1985 \$	Actual 1985 \$	Actual 1984 \$
Residential and farm taxation	23,033,874	23,237,829	21,746,393	General government	3,776,550	3,683,017	3,345,887
Commercial, industrial and business taxation	18,097,185	18,143,533	16,986,392	Protection to persons and property	10,812,160	11,032,364	10,451,844
Taxation from other governments	1,628,492	1,642,872	1,568,619	Transportation services	9,548,991	9,876,252	8,948,422
User charges	8,277,487	8,628,631	7,810,463	Environmental services	3,490,247	3,462,398	3,355,421
	<u>51,037,036</u>	<u>51,652,865</u>	<u>48,111,867</u>	Health services	349,681	351,301	325,374
				Social and family services	11,113,774	10,458,196	10,047,614
				Recreation and cultural services	4,405,857	4,524,430	4,474,887
				Planning and development	996,234	975,287	948,595
					<u>44,493,494</u>	<u>44,363,245</u>	<u>41,898,044</u>
Grants				Capital (note 1(a)(iii))			
Government of Canada	31,446	46,836	281,565	General government		794,233	1,659,940
Province of Ontario	18,361,563	17,957,778	15,875,559	Protection to persons and property		148,644	103,143
Other municipalities	180,515	195,935	154,864	Transportation services		1,520,625	3,108,364
	<u>18,573,524</u>	<u>18,200,549</u>	<u>16,311,988</u>	Environmental services		174,257	249,090
				Health services		200,330	
				Social and family services		196,348	31,263
				Recreation and cultural services		2,163,795	208,860
				Planning and development		901,465	1,188,113
					<u>6,099,697</u>	<u>6,099,697</u>	<u>6,548,773</u>
Other				Net appropriations to reserves and reserve funds			
Contributions from developers	224,871	224,871	293,646		1,012,483	1,188,955	1,179,224
Investment income	642,148	804,143	767,093		<u>51,605,674</u>	<u>51,651,897</u>	<u>49,626,041</u>
Sale of land	-	-	105,984	Ending fund balances (note 9)			
Penalties and interest on taxes	480,000	406,042	423,655	To be used to offset taxation or user charges	24,882	75,315	321,765
Other	243,505	246,308	322,806	Unexpended capital financing (Capital operations not yet permanently financed)	2,084,359	2,440,740	(1,031,033)
	<u>1,590,524</u>	<u>1,681,364</u>	<u>1,913,184</u>		<u>2,109,241</u>	<u>2,516,055</u>	<u>(709,268)</u>
	<u>71,201,086</u>	<u>71,534,778</u>	<u>66,337,039</u>	Total applications during the year	<u>53,714,915</u>	<u>54,167,952</u>	<u>48,916,773</u>
Deduct: Amounts received or receivable for school boards (note 1(a)(iv))				Total financing available during the year			
(18,720,199) (18,741,558) (17,070,015)				year			
<u>52,480,887</u> <u>52,793,220</u> <u>49,267,024</u>							
Proceeds from the issue of long term liabilities							
2,084,000 2,084,000 -							
<u>54,564,887</u> <u>54,877,220</u> <u>49,267,024</u>							
Beginning fund balances (note 9)							
To be used to offset taxation or user charges							
181,061 321,765 175,665							
Unexpended capital financing (Capital operations not yet permanently financed)							
(1,031,033) (1,031,033) (525,916)							
<u>(849,972)</u> <u>(709,268)</u> <u>(350,251)</u>							
Total financing available during the year							
<u>53,714,915</u> <u>54,167,952</u> <u>48,916,773</u>							

The accompanying notes are an integral part of this financial statement.

CITY OF PETERBOROUGH

NOTES TO THE
FINANCIAL STATEMENTS

1. Accounting Policies

(a) Basis of Consolidation

(i) Consolidated Balance Sheet

This statement reflects the assets and liabilities of the revenue fund, reserve funds, and the capital fund of the municipality and includes the activities of all committees of Council and the following local boards:

1. Peterborough Memorial Community Centre Board
2. Peterborough Public Library Board
3. Peterborough Board of Parks Management
4. Peterborough Kawartha Tourism & Convention Bureau
5. Fairhaven Home for Senior Citizens

All interfund assets and liabilities are eliminated with the exception of loans or advances between the reserve funds and other funds of the municipality.

(ii) Consolidated Statement of Operations

This statement reflects the consolidated sources of financing and expenditures of the revenue fund, reserves, reserve funds, and the capital fund of the municipality and those local boards described in note 1(a)(i). Budget data for capital transactions are prepared on a project basis and are not available on the basis of the year in which capital expenditures are incurred or by year in which capital financing is expected to be received. Accordingly, budget data for capital transactions are reflected on the "Consolidated Statement of Operations" in amounts equal to actual 1985 capital expenditures and actual 1985 sources of capital funding.

All interfund sources of financing and expenditures are eliminated with the exception of interest income and expenditures arising from loans and advances between the reserve funds and other funds of the municipality.

(iii) Non-consolidated Entities

For those local boards, municipal enterprises, and utilities of the municipality which are not consolidated, the "Consolidated Balance Sheet" does not reflect their assets or liabilities except to the extent of amounts due to or from those entities. The "Consolidated Statement of Operations" does not reflect their revenues and expenditures except to the extent of the municipality's contribution to those entities.

Those entities which are not consolidated are as follows:

1. Peterborough Utilities Commission-Waterworks Department
2. Peterborough Utilities Commission-Electric Department
3. Peterborough County-City Health Unit

CITY OF PETERBOROUGH

NOTES TO THE
FINANCIAL STATEMENTS

(iv) Accounting for the Sources of Financing for School Boards

The taxation and other revenues with respect to the operations of the school boards are reflected in the "Consolidated Statement of Operations" and have no ultimate effect on the fund balances of the municipality.

The expenditures, assets and liabilities with respect to the operations of the school boards are not reflected in these financial statements except to the extent that overlevies are reported on the "Consolidated Balance Sheet" as "other current liabilities".

(v) Trust Funds

Trust funds and their related operations administered by the municipality are not consolidated, but are reported separately on the "Trust Funds Statement of Continuity and Balance Sheet".

(b) Basis of Accounting

(i) Sources of financing and expenditures are reported on the accrual basis of accounting with the exception of principal and interest charges on long term liabilities which are charged against operations in the periods in which they are paid. The principal and interest charges are not accrued for the periods from the dates of the latest installment payments to the end of the year.

(ii) The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(iii) Fixed Assets

The historical cost and accumulated depreciation of fixed assets are not reported for municipal purposes. Fixed assets acquired with current funds are reported as an expenditure on the "Consolidated Statement of Operations" in the year of acquisition. For those fixed assets financed or to be financed by the issue of long term indebtedness, the principal and interest on the long term indebtedness are reported on the "Consolidated Statement of Operations" as they are paid.

(iv) Capital Outlay to be Recovered in Future Years

"Capital Outlay to be Recovered in Future Years", which represents the outstanding principal portion of unmatured long term liabilities for municipal expenditures and capital funds transferred to other organizations, is reported on the "Consolidated Balance Sheet".

CITY OF PETERBOROUGH

NOTES TO THE
FINANCIAL STATEMENTS

2. Operations of the School Boards

Further to note 1(a)(iv), the taxation, grants, requisitions and overlevies of the school boards are comprised of the following:

	1985	1984
	\$	\$
Taxation and user charges	18,546,616	16,891,626
Grants	194,942	178,389
Amounts received or receivable	18,741,558	17,070,015
Requisitions	18,765,237	17,045,759
Overlevies (Underlevies) for the year	(23,679)	24,256
Overlevies at beginning of the year	56,717	32,461
Overlevies at end of year	33,038	56,717

3. Contributions to Unconsolidated Joint Boards

Further to note 1(a)(iii), the assets, liabilities and results of operations of The Peterborough County-City Health Unit have not been consolidated and are not reported on the "Consolidated Balance Sheet" nor on the "Consolidated Statement of Operations".

Contributions made by the municipality to the Health Unit during the year are reported on the "Consolidated Statement of Operations" and amounted to \$254,957 (1984 - \$224,448).

4. Trust Funds

Trust funds administered by the municipality amounting to \$1,979,026 (1984-\$583,892) have not been included in the "Consolidated Balance Sheet" nor have their operations been included in the "Consolidated Statement of Operations".

5. Short Term Deposits

Short term deposits are reported on the "Consolidated Balance Sheet" at their cost of \$2,639,258 (1984-nil) for unrestricted assets and \$3,310,792 (1984-\$1,500,000) for restricted assets. The cost of these deposits is approximately equal to their market value.

CITY OF PETERBOROUGH

NOTES TO THE
FINANCIAL STATEMENTS

6. Liability for Past Service Provision of Pension Agreements

The City has agreements with the Ontario Municipal Employees Retirement System for the provision of supplementary pension benefits to certain civic employees. This obligation amounts to \$2,603,974 and has been recorded in the accounts as a liability and deferred charge. The contribution to past service pension costs, including principal and interest charged to operations, in 1985 was \$467,991 (1984 - \$467,991). Under the terms of these agreements, principal and interest costs relating to past service are to be paid in various instalments up to 1997 as follows:

	1986 to 1990	1991 to 1995	1996 and 1997
	\$	\$	\$
Principal	1,606,973	924,020	72,981
Interest	808,270	159,805	8,870
Total	2,415,243	1,083,825	81,851

7. Liability for Vested Sick Leave Benefits

Under the sick leave benefit plan, unused sick leave can accumulate and employees may become entitled to a cash payment when they leave the municipality's employment.

The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on terminating, amounted to \$3,875,516 (1984 - \$3,798,845) at the end of the year. An amount of \$1,545,321 (1984 - \$1,145,321) has been provided for this past service liability and is included in the reserves on the "Consolidated Balance Sheet".

Upon termination such costs are charged to current operations and are reflected in the "Consolidated Statement of Operations".

CITY OF PETERBOROUGH

NOTES TO THE
FINANCIAL STATEMENTS8. Net Long Term Liabilities

	<u>1985</u>	<u>1984</u>
	\$	\$
(a) The balance of net liabilities reported on the "Consolidated Balance Sheet" is made up of the following:		
- Total long term liabilities incurred by the municipality, including those incurred on behalf of school boards and utilities, and outstanding at the end of the year amount to	20,385,388	21,305,174
- Of the long term liabilities shown above, the responsibility for payment of certain principal and interest charges has been assumed by school boards and utilities. At the end of the year the outstanding principal amount of this liability is	(4,289,675)	(5,537,470)
- The total value of sinking funds and the balance in the Ministry of the Environment Debt Retirement Fund which have been accumulated to the end of the year to retire the outstanding long term liabilities included above, amount to	(228,313)	(194,911)
- Net long term liabilities at the end of the year reported on the "Consolidated Balance Sheet"	<u>15,867,400</u>	<u>15,572,793</u>

- (b) Of the net long term liabilities reported in (a) of this note, \$9,017,754 in principal payments are payable from 1986 to 1990, \$5,287,164 from 1991 to 1995, and \$1,562,482 from 1996 to 2007 and are summarized as follows:

	<u>1986 to 1990</u>	<u>1991 to 1995</u>	<u>1996 to 2007</u>	<u>Total</u>
	\$	\$	\$	\$
from general municipal revenues	7,659,186	4,338,820	1,562,482	13,560,488
from benefitting landowners	792,568	228,344	-	1,020,912
from parking operations	<u>566,000</u>	<u>720,000</u>	<u>-</u>	<u>1,286,000</u>
	<u>9,017,754</u>	<u>5,287,164</u>	<u>1,562,482</u>	<u>15,867,400</u>

- (c) Approval of the Ontario Municipal Board has been obtained for the long term liabilities reported on the "Consolidated Balance Sheet".

CITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS

9. Municipal Fund Balances at the end of the year

- (a) The balance on the "Consolidated Statement of Operations" of municipal fund balances of \$2,516,055 (1984 - (\$709,268)) at the end of the year is comprised of the following:

	<u>1985</u>	<u>1984</u>
	\$	\$
For general reduction (increase) in taxation		
City	77,738	155,704
Library	(9,507)	17,134
Memorial Centre	-	34,971
Fairhaven	13,938	95,800
Convention Bureau	3,235	38,245
	<u>85,404</u>	<u>341,854</u>
To be recovered from ratepayers in the Business Improvement Area	<u>(10,089)</u>	<u>(20,089)</u>
	<u>75,315</u>	<u>321,765</u>
Capital expenditures incurred and to be recovered through taxation or user charges	(440,655)	(1,016,534)
Capital expenditures incurred and to be financed from the proceeds of long- term liabilities	(269,999)	(2,040,659)
Capital expenditures incurred and to be recovered from reserves and reserve funds	(73,161)	(202,005)
Unexpended capital financing	<u>3,224,555</u>	<u>2,228,165</u>
	<u>2,440,740</u>	<u>(1,031,033)</u>
Total Municipal Fund Balance	<u>2,516,055</u>	<u>(709,268)</u>

- (b) Approval of the Ontario Municipal Board has been obtained for the pending issue(s) of long term liabilities and for those commitments to be financed from revenues beyond the term of Council.

CITY OF PETERBOROUGH

NOTES TO THE
FINANCIAL STATEMENTS10. Reserves and Reserve Funds

The total balances of reserves and reserve funds of \$3,443,610 (1984-\$2,930,378) and \$3,310,792 (1984-\$3,850,368) respectively are made up of the following:

	1985 \$	1984 \$
Reserves set aside for specific purpose by Council		
For acquisition of fixed assets		
Land Purchases	109,571	83,485
Police Vehicles	87,486	11,066
Kinsmen Equipment	28,262	18,262
	<u>225,319</u>	<u>112,813</u>
Reduction in Taxation or User Charges		
Sick Leave	1,545,321	1,145,321
Election Expenses	16,702	45,835
Data Processing	60,431	44,626
Winter Control	151,714	341,783
Working Capital	1,340,000	1,240,000
General Welfare Assistance	104,123	0
	<u>3,218,291</u>	<u>2,817,565</u>
Total Reserves	<u>3,443,610</u>	<u>2,930,378</u>
Reserve Funds set aside for specific purposes by Council		
For acquisition of fixed assets		
Fire Equipment Replacement	19,405	68,895
Public Works Equipment Replacement	518,859	264,163
Hospital Rationalization	1,712,807	1,464,402
Museum	4,255	3,941
Cenotaph	6,856	6,150
Library Building Improvements	14,080	23,486
Parks Capital Equipment	4,267	2,427
	<u>2,280,529</u>	<u>1,833,464</u>
Reduction in Taxation or User Charges		
Vehicle Loans	32,823	30,395
Library	1,404	1,300
	<u>34,227</u>	<u>31,695</u>
	<u>2,314,756</u>	<u>1,865,159</u>
Reserve Funds set aside for specific purposes by legislation, regulation or agreement:		
For acquisition of fixed assets		
Subdivision Improvements	323,951	271,302
Parkland	80,292	116,045
	<u>404,243</u>	<u>387,347</u>
Reduction in Taxation or User Charges		
Parking	208,933	143,429
Sewer Surcharge	382,860	239,135
	<u>591,793</u>	<u>382,564</u>
Ontario Home Renewal Program (note 14)	-	1,215,298
	<u>996,036</u>	<u>1,985,209</u>
Total Reserve Funds	<u>3,310,792</u>	<u>3,850,368</u>

CITY OF PETERBOROUGH

**NOTES TO THE
FINANCIAL STATEMENTS**

11. Charges for Net Long Term Liabilities

Total charges for the year for net long term liabilities which are reported on the "Consolidated Statement of Operations" are as follows:

	<u>1985</u>	<u>1984</u>
	\$	\$
Principal payments including contributions to sinking funds and to the Ministry of the Environment Debt Retirement Fund	1,767,189	1,786,271
Interest	<u>1,574,178</u>	<u>1,730,596</u>
	<u>3,341,367</u>	<u>3,516,867</u>

The charges for long term liabilities assumed by the non-consolidated entities are not reflected in these statements.

12. Contingent Liabilities

The municipality is contingently liable for long term liabilities for which the responsibility for the payment of principal and interest has been assumed by school boards and utilities. The total amount outstanding as of December 31, 1985 is \$4,289,675 (1984 - \$5,537,470) and is not recorded on the "Consolidated Balance Sheet".

13. Nonaccrual of Interest on Long Term Liabilities

No provision has been made in these financial statements for the accrual of interest on net long term liabilities. Had this accrual been made, the effect would have been to increase accounts payable and accrued liabilities and to decrease fund balances by \$366,688 as at December 31, 1985 (1984 - \$271,394).

14. Ontario Home Renewal Program

Effective January 1, 1985, amendments to regulations require that the Ontario Home Renewal Program funds be accounted for as a trust fund and no longer as a reserve fund. This transfer of the fund balance has reduced the total opening reserve fund balances by \$1,215,298 and is not reflected in the "Consolidated Statement of Operations". The 1985 transactions for this program are reflected in the financial statements for the trust funds of the municipality.



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telex 06-23590

April 4, 1986

AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of
the City of Peterborough

We have examined the balance sheet of the trust funds of the City of Peterborough as at December 31, 1985 and the statement of continuity of trust funds for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances, except as described in the following paragraph.

It will be appreciated that the nature of trust fund receipts is such that an audit examination cannot give assurance that all trust assets received have been recorded in the trust records. Accordingly, our examination of such receipts was limited principally to an examination of the amounts as recorded in the records of the trust funds.

In our opinion, except for the effect of any adjustments which might have been required had trust fund receipts been susceptible to complete audit verification, these financial statements present fairly the financial position of the trust funds for the City of Peterborough as at December 31, 1985 and the continuity of trust funds for the year then ended in accordance with accounting principles prescribed for Ontario municipalities applied on a basis consistent with that of the preceding year.

Coopers & Lybrand

CHARTERED ACCOUNTANTS

Municipal
Licence No. 1082

CITY OF PETERBOROUGH

TRUST FUNDS

STATEMENT OF CONTINUITY

for the year ended December 31, 1985

	Total \$	O.H.R.P. \$	City Parks \$	Special Holding \$
Balance at the beginning of the year	583,892		75,866	7,748
Capital Receipts				
.Deposits	2,419,843		870	
.Transfers from Other Trusts	298,585			
.Transfers from Reserve Funds	1,215,298	1,215,298		
Interest earned	105,744	73,227	3,684	595
	<u>4,039,470</u>	<u>1,288,525</u>	<u>4,554</u>	<u>595</u>
Expenditures				
.Transfer to Revenue Fund	1,407			
.Residents' Maintenance	2,042,866			
.Transfer to other Trusts	313,502			3,000
.Withdrawals, Purchases	245,889		17	
.Loans Forgiven	30,145	30,145		
.Administration Fees	10,527	10,527		
	<u>2,644,336</u>	<u>40,672</u>	<u>17</u>	<u>3,000</u>
Balance at the end of the year	<u>1,979,026</u>	<u>1,247,853</u>	<u>80,403</u>	<u>5,343</u>

BALANCE SHEET

as at December 31, 1985

	Total \$	\$	\$	\$
ASSETS				
Cash	948,020	441,219	51,083	5,296
Investments, at cost				
.Canada	209,000		29,000	
.Provincial	15,000			
	<u>224,000</u>		<u>29,000</u>	<u>47</u>
Interest receivable	372		320	
Loans receivable	762,081	762,081		
Advances to homeowners	42,839	42,839		
Receivable from City	1,714	1,714		
	<u>807,006</u>	<u>806,634</u>	<u>320</u>	<u>47</u>
Balance - capital	<u>1,979,026</u>	<u>1,247,853</u>	<u>80,403</u>	<u>5,343</u>

The accompanying notes are an integral part of this financial statement.

CITY OF PETERBOROUGH

TRUST FUNDS

STATEMENT OF CONTINUITY for the year ended December 31, 1985	Safety Patrol \$	Nichols Endow. \$	Library Trust \$	Norow Park Trust \$
Balance at the beginning of the year	1,779	15,000	5,000	
Capital Receipts				
.Deposits	7,907			7,481
.Transfers from Other Trusts				
.Transfers from Reserve Funds				
Interest earned	207	1,099	308	319
	8,014	1,099	308	7,800
Expenditures				
.Transfer to Revenue Fund		1,099	308	
.Residents' Maintenance				
.Transfer to other Trusts	7,194			
.Withdrawals, Purchases				7,155
.Loans Forgiven				
.Administration Fees				
	7,194	1,099	308	7,155
Balance at the end of the year	2,599	15,000	5,000	645

BALANCE SHEET as at December 31, 1985

ASSETS

Cash	2,599	5,000		640
Investments, at cost				
.Canada				
.Provincial		10,000	5,000	
		10,000	5,000	
Interest receivable				5
Loans receivable				
Advances to homeowners				
Receivable from City				
				5
Balance - capital	2,599	15,000	5,000	645

The accompanying notes are an integral part of this financial statement.

CITY OF PETERBOROUGH

TRUST FUNDS

STATEMENT OF CONTINUITY for the year ended December 31, 1985	Fairhaven Residents' Maint. \$	Fairhaven Residents' Retent. \$	Fairhaven Bequest Funds \$	Fairhaven Residents' Pers.Trust \$
Balance at the beginning of the year	176,280	54,393	3,754	244,072
Capital Receipts				
. Deposits	2,360,196	1,305		42,184
. Transfers from Other Trusts	51,167	8,011		239,407
. Transfers from Reserve Funds				
Interest earned	154	3,283	244	22,624
	<u>2,411,517</u>	<u>12,599</u>	<u>244</u>	<u>304,215</u>
Expenditures				
. Transfer to Revenue Fund	0			
. Residents' Maintenance	2,042,866			
. Transfer to other Trusts	262,335	16,495		34,672
. Withdrawals, Purchases	33,143			195,380
. Loans Forgiven				
. Administration Fees				
	<u>2,338,344</u>	<u>16,495</u>		<u>230,052</u>
Balance at the end of the year	<u>249,453</u>	<u>50,497</u>	<u>3,998</u>	<u>318,235</u>

BALANCE SHEET
as at December 31, 1985

	Total \$	\$	\$	\$
ASSETS				
Cash	249,453	50,497	3,998	138,235
Investments, at cost				
. Canada				180,000
. Provincial				180,000
Interest receivable				
Loans receivable				
Advances to homeowners				
Receivable from City				
Balance - capital	<u>249,453</u>	<u>50,497</u>	<u>3,998</u>	<u>318,235</u>

The accompanying notes are an integral part of this financial statement.

THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH MEMORIAL CENTRE BOARD

FINANCIAL STATEMENTS

DECEMBER 31, 1985

THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH MEMORIAL CENTRE BOARD

BALANCE SHEET

DECEMBER 31, 1985

ASSETS	1985 ACTUAL (\$)	1984 ACTUAL (\$)
CURRENT ASSETS:		
Cash	1,250	1,250
Due from the Corporation of the City of Peterborough	-	41,710
Accounts receivable - Provincial	-	-
Accounts receivable - General	33,156	21,030
Accounts receivable - Master Card	290	-
Inventories	23,293	20,814
TOTAL CURRENT ASSETS	<u><u>57,989</u></u>	<u><u>84,804</u></u>
LIABILITIES AND SURPLUS		
CURRENT LIABILITIES:		
Accounts payable	51,362	47,816
Salaries & wages payable	4,437	2,485
Junior A prepaid	-	(468)
Due to the Corporation of the City of Peterborough	2,190	-
TOTAL CURRENT LIABILITIES	<u><u>57,989</u></u>	<u><u>49,833</u></u>
SURPLUS (DEFICIT)		
Accumulated surplus (deficit)	-	34,971
	<u><u>57,989</u></u>	<u><u>84,804</u></u>

THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH MEMORIAL CENTRE BOARD

STATEMENT OF REVENUE

FOR THE YEAR ENDED DECEMBER 31, 1985

REVENUE:	1985 BUDGET (\$)	1985 ACTUAL (\$)	1984 ACTUAL (\$)
City of Peterborough	190,122	92,015	189,150
Junior A. hockey (net)	65,000	86,265	58,799
Sr. A. lacrosse (net)	6,000	7,047	15,574
Special attractions (net)	80,000	137,477	97,765
Figure skating	30,000	37,547	30,993
Ice and roller skating	40,000	53,185	44,915
Jr. A. lacrosse	9,000	3,964	3,542
Jr. B. hockey	<u>7,500</u>	<u>12,858</u>	<u>6,600</u>
SUBTOTAL	427,622	430,358	447,338
Canteen sales	140,000	176,361	135,564
Less cost of sales	<u>(60,000)</u>	<u>(92,336)</u>	<u>(69,349)</u>
NET PROFIT ON CANTEEN SALES	80,000	84,025	66,215
Lounge sales	40,000	72,517	50,054
Less cost of sales	<u>(20,000)</u>	<u>(39,651)</u>	<u>(26,756)</u>
NET PROFIT ON LOUNGE SALES	20,000	32,866	23,298
OTHER REVENUE			
Miscellaneous	4,000	6,331	2,565
TOTAL REVENUE	<u>531,622</u>	<u>553,580</u>	<u>539,416</u>

THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH MEMORIAL CENTRE BOARD

STATEMENT OF EXPENDITURES

FOR THE YEAR ENDED DECEMBER 31, 1985

EXPENDITURES:	1985 BUDGET (\$)	1985 ACTUAL (\$)	1984 ACTUAL (\$)
<u>Operating:</u>			
Salaries and benefits	74,580	82,910	55,797
Advertising	7,000	23,949	8,436
Event expenses	30,000	44,216	39,991
Visa and Mastercard	-	777	405
	111,580	151,852	104,629
<u>General and Administration:</u>			
Salaries and benefits	257,942	251,470	233,775
Office expenditures	9,000	11,151	9,053
Telephone	4,500	5,027	4,409
Audit & legal fees	1,800	1,800	1,800
Light, heat and power	100,000	113,219	106,666
Insurance and taxes	1,800	1,734	1,678
Repair and maintenance	45,000	52,298	42,435
	420,042	436,699	399,816
TOTAL EXPENDITURES	<u>531,622</u>	<u>588,551</u>	<u>504,445</u>
TOTAL REVENUE	<u>531,622</u>	<u>553,580</u>	<u>539,416</u>
OPERATING SURPLUS (DEFICIT)	-	(34,971)	34,971
BEGINNING SURPLUS (DEFICIT)	-	34,971	-
ENDING SURPLUS (DEFICIT)	-	-	34,971

THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH MEMORIAL CENTRE BOARD

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1985

1. Significant Accounting Policies

The financial statements of the Peterborough Memorial Centre have been prepared in accordance with accounting principles prescribed for Ontario municipalities on a basis consistent with that of the preceding year. The following is a summary of the accounting policies of the Memorial Centre Board:

a) Basis of Consolidation

The balance sheet reflects the assets and liabilities of the revenue fund and the capital fund of the Peterborough Memorial Centre.

2. Liability for Vested Sick Leave

Under the sick leave benefit plan, unused sick leave can accumulate and employees may become entitled to a cash payment when they leave the centre's employment.

The liability for these accumulated days, to the extent they have vested and could be taken in cash by an employee on termination, amounted to \$86,262 at the end of the year (\$71,540 at December 31, 1984). No provision for this liability has been made and reflected in the balance sheet as such costs are charged to operations as they occur.

3. Comparative Data

Certain of the 1984 comparative data have been reclassified to conform with the 1985 financial statement presentation.

THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH PUBLIC LIBRARY BOARD

FINANCIAL STATEMENTS

DECEMBER 31, 1985



THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH PUBLIC LIBRARY BOARD

BALANCE SHEET

DECEMBER 31, 1985

	1985	1984
	\$	(\$ Unaudited)
ASSETS		
CURRENT ASSETS:		
Cash	300	300
Accounts receivable -		
City of Peterborough	29,531	44,996
Other	5,355	423
Prepaid expenses	-	13,510
	<u>35,186</u>	<u>59,229</u>
CAPITAL OUTLAY TO BE RECOVERED IN FUTURE YEARS	<u>1,869,338</u>	<u>2,030,444</u>
TOTAL ASSETS	<u><u>1,904,524</u></u>	<u><u>2,089,673</u></u>
LIABILITIES		
CURRENT LIABILITIES:		
Accounts payable and accrued liabilities	18,631	17,309
Deferred revenue	4,685	-
	<u>23,316</u>	<u>17,309</u>
Long-Term debt financed by The Corporation of the City of Peterborough (Note 2)	<u>1,869,338</u>	<u>2,030,444</u>
TOTAL LIABILITIES	<u><u>1,892,654</u></u>	<u><u>2,047,753</u></u>
FUND BALANCES:		
Accumulated net revenue(deficit)		
(Schedule 1)	(9,507)	17,134
Reserve funds (Schedule 2)	15,484	24,786
Unexpended capital financing		
(Schedule 3)	5,893	-
	<u>11,870</u>	<u>41,920</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>1,904,524</u></u>	<u><u>2,089,673</u></u>

THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH PUBLIC LIBRARY BOARD

STATEMENT OF OPERATIONS

DECEMBER 31, 1985

	1985	1984
	<u>\$</u>	<u>(Unaudited)</u>
SOURCES OF FINANCING		
Grants		
City of Peterborough	1,008,377	1,012,387
Province of Ontario	142,997	132,093
Wintario	23,479	14,314
Government of Canada	23,048	22,431
75th Anniversary Fund	3,333	-
	<u>1,201,234</u>	<u>1,181,225</u>
Other		
L.O.R.L.S. generated	-	18,831
User charges (note 3)	45,889	48,667
Other revenue	3,103	4,712
	<u>1,250,226</u>	<u>1,253,435</u>
TOTAL SOURCES OF FINANCING		
EXPENDITURES		
Salaries and benefits	636,328	620,115
Debt charges	422,334	422,021
Contractual services	42,246	32,066
Occupancy costs	16,705	9,071
Fees	3,472	3,267
Travel and training	3,227	6,013
Equipment and furnishings	28,396	2,085
Building improvements	-	350
Library materials	57,386	103,251
Other	70,182	71,790
	<u>1,280,276</u>	<u>1,270,029</u>
TOTAL EXPENDITURES		
EXCESS (Deficiency) OF FINANCING OVER		
 EXPENDITURES FOR THE YEAR	(30,050)	(16,594)
FUND BALANCES - BEGINNING OF YEAR	<u>41,920</u>	<u>58,514</u>
FUND BALANCES - END OF YEAR	<u>11,870</u>	<u>41,920</u>

THE CORPORATION OF THE CITY OF PETERBOROUGH
PETERBOROUGH PUBLIC LIBRARY BOARD
SCHEDULE OF OPERATIONS REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 1985

SCHEDULE 1

	1985 Budget	1985 Actual	1984 Actual (Unaudited)
	<u>\$</u>	<u>\$</u>	<u>\$</u>
SOURCES OF FINANCING			
Grants			
City of Peterborough	1,004,714	1,004,714	1,012,387
Province of Ontario	138,832	142,997	132,093
Wintario	3,000	3,000	14,314
Government of Canada	<u>22,500</u>	<u>23,048</u>	<u>22,431</u>
	1,169,046	1,173,759	1,181,225
Other			
L.O.R.L.S. generated	-	-	18,831
User charges (note 3)	51,900	45,889	48,667
Other revenue	<u>2,000</u>	<u>1,627</u>	<u>2,743</u>
TOTAL SOURCES OF FINANCING	<u>1,222,946</u>	<u>1,221,275</u>	<u>1,251,466</u>
EXPENDITURES			
Salaries and benefits	628,560	636,328	620,115
Debt charges	422,334	422,334	422,021
Contractual services	41,272	42,246	32,066
Appropriation to capital	53,962	53,422	105,336
Occupancy costs	13,159	16,705	9,071
Fees	3,210	3,472	3,267
Travel and training	4,400	3,227	6,013
Other	<u>73,183</u>	<u>70,182</u>	<u>71,790</u>
TOTAL EXPENDITURES	<u>1,240,080</u>	<u>1,247,916</u>	<u>1,269,679</u>
EXCESS OF EXPENDITURES OVER FINANCING FOR THE YEAR	(17,134)	(26,641)	(18,213)
ACCUMULATED NET REVENUE BEGINNING OF YEAR	<u>17,134</u>	<u>17,134</u>	<u>35,347</u>
ACCUMULATED NET REVENUE(DEFICIT) END OF YEAR	<u>0</u>	<u>(9,507)</u>	<u>17,134</u>

SCHEDULE 2

THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH PUBLIC LIBRARY BOARD

SCHEDULE OF RESERVE FUND OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1985

	Porter Art Book	New Building	1985 Total	1984 Total (Unaudited)
	\$	\$	\$	\$
SOURCES OF FINANCING				
Investment Income	104	1,372	1,476	1,969
EXPENDITURES				
Appropriation to - Capital Operations		10,778	10,778	350
EXCESS (DEFICIENCY) OF FINANCING OVER EXPENDITURES FOR THE YEAR	104	(9,406)	(9,302)	1,619
RESERVE FUNDS - BEGINNING OF YEAR	1,300	23,486	24,786	23,167
RESERVE FUNDS - END OF YEAR	1,404	14,080	15,484	24,786

SCHEDULE 3

THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH PUBLIC LIBRARY BOARD

SCHEDULE OF CAPITAL FUND OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1985

	1985	1984
	<u>\$</u>	<u>(Unaudited)</u>
		<u>\$</u>
SOURCES OF FINANCING		
Capital Grants		
City of Peterborough	3,663	-
Wintario grant	20,479	-
75th Anniversary fund	3,333	-
	<u>27,475</u>	<u>-</u>
Appropriation from revenue fund	53,422	105,336
Appropriation from reserve fund	<u>10,778</u>	<u>350</u>
	<u>91,675</u>	<u>105,686</u>
EXPENDITURES		
Capital expenditures		
Equipment and furnishings	28,396	2,085
Building improvements	-	350
Library materials	<u>57,386</u>	<u>103,251</u>
	<u>85,782</u>	<u>105,686</u>
EXCESS OF FINANCING OVER EXPENDITURES FOR THE YEAR	5,893	-
UNEXPENDED CAPITAL FINANCING - BEGINNING OF YEAR	<u>-</u>	<u>-</u>
UNEXPENDED CAPITAL FINANCING - END OF YEAR	<u><u>5,893</u></u>	<u><u>-</u></u>

THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH PUBLIC LIBRARY BOARD

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1985

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with accounting principles prescribed for municipalities in Ontario as prescribed by the Ontario Ministry of Municipal Affairs and reflect the following policies as set out in the Municipal Financial Reporting Handbook:

(a) Balance Sheet

The balance sheet reflects the assets and liabilities of the revenue fund, reserve funds and the capital fund.

(b) Statement of Operations

The statement of operations reflects the sources of financing and expenditures of the revenue fund, reserve funds, and the capital fund.

(c) Basis of Accounting

- i) Sources of financing and expenditures are reported on the accrual basis of accounting, with the exception of principal charges on long term debt which are charged against operations in the periods in which they are paid.
- ii) The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.
- iii) The historical cost and accumulated depreciation of fixed assets are not reported. Instead, the capital outlay financed by long term debt liabilities and to be recovered in future years, representing the outstanding principal portion of unmatured long term liabilities, is reported on the balance sheet. Purchases of fixed assets which are financed from current revenues are recorded as expenditures in the year of acquisition.
- iv) Long-term debt financed by the municipality denominated in U.S. dollars is converted at the rates of exchange in effect when the proceeds were received.

2. LONG-TERM DEBT FINANCED BY THE MUNICIPALITY

Debentures are issued by The Corporation of the City of Peterborough on behalf of the Library Board. As at December 31, 1985, outstanding debenture debt is as follows:

<u>By-law Number</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Principal Issued</u>	<u>Outstanding December 31, 1985</u>
82-176	12.5/13.0%	Dec.31,87/92	\$2,300,000	\$1,869,338

The remaining principal and interest payments due on the above debentures over the next five years are as follows:

<u>Year</u>	<u>Principal \$</u>	<u>Interest \$</u>	<u>Total \$</u>
1986	180,540	241,089	421,629
1987	204,361	218,522	422,883
1988	228,809	192,977	421,786
1989	259,526	163,232	422,758
1990	291,496	129,493	420,989
1991 and sub- sequent years	704,606	140,087	844,693

3. USER CHARGES

User charges are comprised as follows:

	<u>1985 \$</u>	<u>1984 \$</u>
Fines	18,163	20,441
Equipment and facility rentals	9,931	7,116
Photocopier receipts	7,836	10,086
Memberships	6,945	6,606
Other charges	3,014	4,418
	<u>45,889</u>	<u>48,667</u>

THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH PUBLIC LIBRARY BOARD

CONTINUITY OF TRUST FUNDS

FOR THE YEAR ENDED DECEMBER 31, 1985

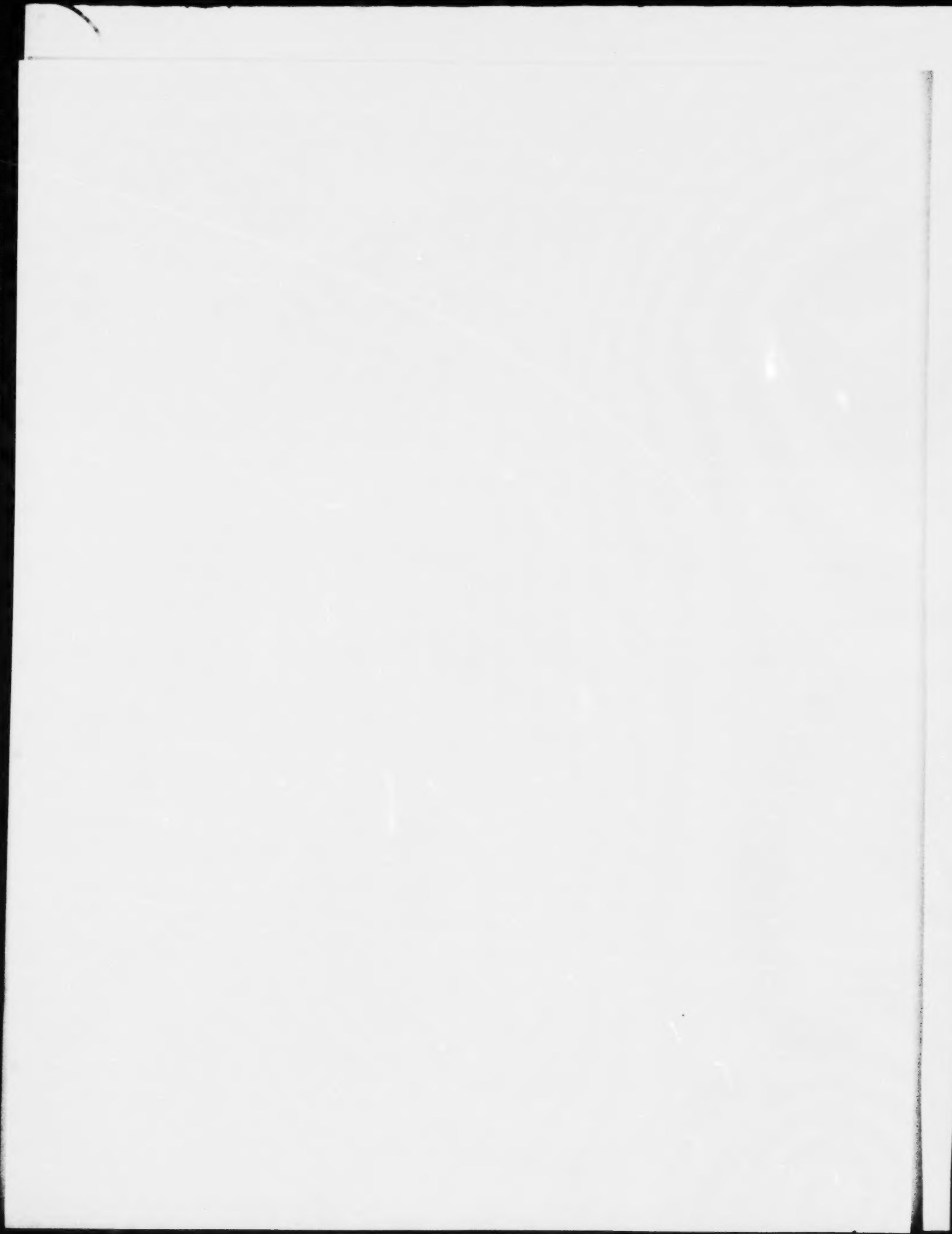
	<u>Nichols Endowment</u> \$	<u>Morrow Trust</u> \$	<u>1985 Total</u> \$	<u>1984 Total</u> \$
BALANCE BEGINNING OF YEAR	<u>15,000</u>	<u>5,000</u>	<u>20,000</u>	<u> </u>
REVENUE				
Interest earned	1,099	308	1,407	
EXPENDITURE				
Transfer to current operations	<u>1,099</u>	<u>308</u>	<u>1,407</u>	<u> </u>
BALANCE END OF YEAR	<u><u>15,000</u></u>	<u><u>5,000</u></u>	<u><u>20,000</u></u>	<u><u>20,000</u></u>
COMPRISED OF:				
Ontario Hydro Bonds	-	5,000	5,000	
Government of Ontario Bonds	10,000	-	10,000	
Cash	<u>5,000</u>	<u>-</u>	<u>5,000</u>	<u> </u>
	<u><u>15,000</u></u>	<u><u>5,000</u></u>	<u><u>20,000</u></u>	<u><u>20,000</u></u>

THE CORPORATION OF THE CITY OF PETERBOROUGH

THE BOARD OF PARK MANAGEMENT

FINANCIAL STATEMENTS

DECEMBER 31, 1985



THE CORPORATION OF THE CITY OF PETERBOROUGH

THE BOARD OF PARK MANAGEMENT

BALANCE SHEET

DECEMBER 31, 1985

ASSETS	1985 Actual (\$)	1984 Actual (\$)
CURRENT ASSETS:		
Cash	50	50
Accounts receivable	4,665	19,543
Due from the Corporation of the City of Peterborough	21,570	18,563
TOTAL CURRENT ASSETS	<u>26,285</u>	<u>38,156</u>
LIABILITIES AND SURPLUS		
CURRENT LIABILITIES:		
Accounts payable	22,018	35,729
Reserves	4,267	2,427
TOTAL CURRENT LIABILITIES	26,285	38,156
SURPLUS (DEFICIT)	-	-
TOTAL LIABILITIES	<u>26,285</u>	<u>38,156</u>

THE CORPORATION OF THE CITY OF PETERBOROUGH
THE BOARD OF PARK MANAGEMENT
STATEMENT OF REVENUE, EXPENDITURES AND SURPLUS
FOR THE YEAR ENDING DECEMBER 31, 1985

	<u>1985 BUDGET (\$)</u>	<u>1985 ACTUAL (\$)</u>	<u>1984 ACTUAL (\$)</u>
REVENUE:			
GRANTS:			
City of Peterborough	830,342	823,285	826,484
Province of Ontario	97,000	94,255	95,704
County of Peterborough	1,000	1,000	-
	<u>928,342</u>	<u>918,540</u>	<u>922,188</u>
OTHER REVENUE:			
Fees and service charges	260,730	231,551	267,628
Rental income	-	-	50,896
Contributions from reserves	-	-	-
	<u>260,730</u>	<u>231,551</u>	<u>318,524</u>
TOTAL REVENUE	<u><u>1,189,072</u></u>	<u><u>1,150,091</u></u>	<u><u>1,240,712</u></u>
EXPENDITURES:			
ADMINISTRATION			
Salaries and benefits	201,030	198,014	200,338
Debt charges	-	-	-
Other	34,585	26,404	37,090
Transfer to Reserve	-	1,635	-
	<u>235,615</u>	<u>226,053</u>	<u>237,428</u>
PARKS AND PLAYGROUNDS			
Salaries and benefits	542,611	526,293	529,577
Other	136,849	150,676	155,176
	<u>679,460</u>	<u>676,969</u>	<u>684,753</u>
FORESTRY			
Salaries and benefits	151,373	133,244	148,997
Other	37,700	41,091	30,043
	<u>189,073</u>	<u>174,335</u>	<u>179,040</u>
HORTICULTURE			
Salaries and benefits	48,294	46,388	44,189
Other	22,780	17,686	20,216
	<u>71,074</u>	<u>64,074</u>	<u>64,405</u>
OTHER EXPENDITURES			
Salaries and benefits	-	-	-
Other	13,850	8,660	75,086
	<u>13,850</u>	<u>8,660</u>	<u>75,086</u>
TOTAL EXPENDITURES	<u><u>1,189,072</u></u>	<u><u>1,150,091</u></u>	<u><u>1,240,712</u></u>
EXCESS (DEFICIENCY) REVENUE OVER EXPENDITURE	<u>-</u>	<u>-</u>	<u>-</u>
ACCUMULATED SURPLUS (DEFICIT) BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>
ACCUMULATED SURPLUS (DEFICIT) END OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>

THE CORPORATION OF THE CITY OF PETERBOROUGH

THE BOARD OF PARK MANAGEMENT

CONTINUITY OF RESERVE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 1985

	<u>1985</u> <u>(\$)</u>	<u>1984</u> <u>(\$)</u>
BALANCE, BEGINNING OF THE YEAR	2,427	2,225
<u>REVENUES</u>		
Interest earned	205	202
Contribution from revenue fund	<u>1,635</u>	<u>-</u>
TOTAL REVENUES	<u>1,840</u>	<u>202</u>
<u>APPLICATIONS</u>		
Current fund expenditures	<u>-</u>	<u>-</u>
TOTAL APPLICATIONS	<u>-</u>	<u>-</u>
BALANCE, END OF THE YEAR	<u>4,267</u>	<u>2,427</u>

THE CORPORATION OF THE CITY OF PETERBOROUGH

THE BOARD OF PARK MANAGEMENT

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1985

1. Significant Accounting Policies

The financial statements of the Board of Park Management have been prepared in accordance with accounting principles prescribed for Ontario municipalities on a basis consistent with that of the preceding year. The following is a summary of the accounting policies of the Board of Park Management:

a) Basis of Consolidation

The balance sheet reflects the assets and liabilities of the revenue fund, reserve fund, and the capital fund of the Board of Park Management.

2. Liability for Vested Sick Leave

Under the sick leave benefit plan, unused sick leave can accumulate and employees may become entitled to a cash payment when they leave the Park Board's employment.

The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on termination, amounted to \$154,274 at the end of the year (\$141,368 at December 31, 1984). No provision for this liability has been made and reflected in the balance sheet as such costs are charged to operations as they occur.

3. Comparative Data

Certain of the 1984 comparative data have been reclassified to conform with the 1985 financial statement presentation.

THE CORPORATION OF THE CITY OF PETERBOROUGH

PETERBOROUGH KAWARTHA TOURISM AND CONVENTION BUREAU

FINANCIAL STATEMENTS

DECEMBER 31, 1985



THE CORPORATION OF THE CITY OF PETERBOROUGH
PETERBOROUGH KAWARTHA TOURISM AND CONVENTION BUREAU

BALANCE SHEET

DECEMBER 31, 1985

ASSETS	1985 Actual (\$)	1984 Actual (\$)
CURRENT ASSETS:		
Cash	150	250
Accounts receivable	22,739	43,908
Prepaid expenses	280	265
Due from the Corporation of the City of Peterborough	-	10,319
TOTAL CURRENT ASSETS	<u><u>23,169</u></u>	<u><u>54,742</u></u>
 LIABILITIES AND SURPLUS		
<u>Current Liabilities:</u>		
Accounts payable	4,238	16,497
Salaries and wages payable	525	
Due to the Corporation of the City of Peterborough	15,171	
TOTAL CURRENT LIABILITIES	<u><u>19,934</u></u>	<u><u>16,497</u></u>
<u>Surplus</u>		
ACCUMULATED SURPLUS (deficit)	3,235	38,245
TOTAL LIABILITIES AND SURPLUS	<u><u>23,169</u></u>	<u><u>54,742</u></u>

THE CORPORATION OF THE CITY OF PETERBOROUGH
PETERBOROUGH KAMARTHA TOURISM AND CONVENTION BUREAU
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1985

REVENUE:	1985 BUDGET (\$)	1985 ACTUAL (\$)	1984 ACTUAL (\$)
GRANTS:			
City of Peterborough	55,025	55,025	66,150
County of Peterborough	27,512	27,512	33,775
Federal Government	-	11,034	33,414
	<u>82,537</u>	<u>93,571</u>	<u>133,339</u>
OTHER REVENUE:			
Advertising and promotion	32,668	31,104	44,019
Memberships	15,000	10,440	14,306
Contribution from reserve	-	-	875
	<u>47,668</u>	<u>41,544</u>	<u>59,200</u>
TOTAL REVENUE	<u>130,205</u>	<u>135,115</u>	<u>192,539</u>
EXPENDITURES:			
Salaries and benefits	73,650	76,083	83,506
Advertising and publicity	15,000	13,272	25,426
Publications	33,000	36,314	20,855
Office rent	6,985	6,705	6,345
Supplies	7,600	8,749	14,802
General	32,215	29,002	27,665
TOTAL EXPENDITURES	<u>168,450</u>	<u>170,125</u>	<u>178,599</u>
OPERATING SURPLUS (DEFICIT)	(38,245)	(35,010)	13,940
ACCUMULATED SURPLUS (DEFICIT) BEGINNING OF YEAR	38,245	38,245	24,305
ACCUMULATED SURPLUS (DEFICIT) END OF YEAR	-	3,235	38,245

THE CORPORATION OF THE CITY OF PETERBOROUGH
PETERBOROUGH KAWARTHA TOURISM AND CONVENTION BUREAU
CONTINUITY OF RESERVE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1985

	<u>1985</u> <u>(\$)</u>	<u>1984</u> <u>(\$)</u>
BALANCE BEGINNING OF THE YEAR	-	875
REVENUE:		
City of Peterborough	-	
County of Peterborough	-	
TOTAL REVENUES	-	-
APPLICATIONS		
Transferred to Revenue	-	875
TOTAL APPLICATIONS	-	875
BALANCE END OF THE YEAR	-	-

THE CORPORATION OF THE CITY OF PETERBOROUGH
PETERBOROUGH KAWARTHA TOURISM AND CONVENTION BUREAU
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1985

1. Significant Accounting Policies

The financial statements of the Peterborough Kawartha Tourism and Convention Bureau have been prepared in accordance with accounting principles prescribed for Ontario municipalities on a basis consistent with that of the preceding year. The following is a summary of the accounting policies of the Convention Bureau:

a) Basis of Consolidation

The balance sheet reflects the assets and liabilities of the revenue fund, and reserve fund of the Peterborough Kawartha Tourism and Convention Bureau.

2. Comparative Data

Certain of the 1984 comparative data have been reclassified to conform with the 1985 financial statement presentation.

FAIRHAVEN HOME FOR SENIOR CITIZENS

FINANCIAL STATEMENTS

DECEMBER 31, 1985

McColl, Turner & Co.

Chartered Accountants

Donald J. Jackett, C.A.
Robert E. C. Wright, B.Com., C.A.
Robert G. Morrison, C.A.
Robert D. Martin, B.A., C.A.
Dennis W. Wright, B.A., C.A.
D. Gordon Corner, B.A., C.A.
George A. Gillespie, B.Tech., C.A.
J. Herbert Gamble, B.A., C.A.

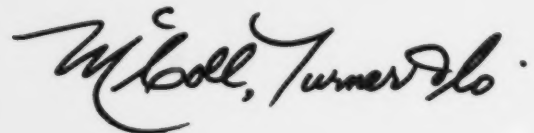
John A. McColl, F.C.A.
James H. Turner, B.Com., F.C.A.
William A. Witham, F.C.A.
Consultants to the firm

Auditors' Report to the Chairman and Members of the Committee of Management Fairhaven Home for Senior Citizens

We have examined the consolidated balance sheet of Fairhaven Home for Senior Citizens as at December 31, 1985 and the consolidated statement of operations for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of Fairhaven Home for Senior Citizens as at December 31, 1985 and the results of its operations for the year then ended in accordance with accounting principles prescribed for Ontario municipalities applied on a basis consistent with that of the preceding year.

Peterborough, Ontario
March 17, 1986
Municipal Licence No. 1115



Chartered Accountants

FAIRHAVEN HOME FOR SENIOR CITIZENS

CONSOLIDATED BALANCE SHEET - DECEMBER 31, 1985

	<u>1985</u>	<u>1984</u>
<u>ASSETS</u>		
CURRENT ASSETS		
Cash	\$ 1,359	\$ 1,355
Subsidies receivable		
Province of Ontario	378,166	233,075
The Corporation of the City of Peterborough	-	23,196
The Corporation of the County of Peterborough	10,230	-
Fees receivable from residents	105,185	94,322
Sundry receivables and prepaid expenses	<u>12,911</u>	<u>25,479</u>
	<u>\$ 507,851</u>	<u>\$ 377,427</u>
<u>LIABILITIES</u>		
CURRENT LIABILITIES		
Bank advances	\$ 13,700	\$ 35,938
Subsidies payable		
The Corporation of the City of Peterborough	24,335	83,477
The Corporation of the County of Peterborough	9,302	12,323
Accounts payable and accrued liabilities	181,492	140,270
Accrual for retroactive salary awards (note 2)	<u>216,549</u>	<u>42,946</u>
	<u>445,378</u>	<u>314,954</u>
OTHER LIABILITIES		
Long term working capital advances (note 3)		
The Corporation of the City of Peterborough	41,649	41,649
The Corporation of the County of Peterborough	<u>20,824</u>	<u>20,824</u>
	<u>62,473</u>	<u>62,473</u>
	<u>\$ 507,851</u>	<u>\$ 377,427</u>

FAIRHAVEN HOME FOR SENIOR CITIZENS

CONSOLIDATED STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1985

	<u>1985</u>	<u>1984</u>
REVENUES		
Operating revenue		
Province of Ontario	\$ 1,615,188	\$ 1,582,120
The Corporation of the City of Peterborough	270,595	269,748
The Corporation of the County of Peterborough	102,391	100,140
Fees paid by residents	<u>2,053,628</u>	<u>1,841,912</u>
	<u>4,041,802</u>	<u>3,793,920</u>
Capital financing (note 5)		
Province of Ontario	96,861	6,465
The Corporation of the City of Peterborough	64,574	16,532
The Corporation of the County of Peterborough	<u>32,287</u>	<u>8,266</u>
	<u>193,722</u>	<u>31,263</u>
	<u>\$ 4,235,524</u>	<u>\$ 3,825,183</u>
EXPENDITURES		
Operating expenditure		
Social services	\$ 104,410	\$ 101,680
Dietary services	750,447	697,846
Nursing services	1,744,739	1,604,685
Housekeeping services	436,760	406,219
Laundry and linen services	220,655	195,188
Administrative services	302,073	305,278
Building and property	477,476	478,324
Other	<u>5,242</u>	<u>4,700</u>
	<u>4,041,802</u>	<u>3,793,920</u>
Capital expenditure		
Equipment and furnishings	2,371	12,930
Building expansion and renovation project (note 5)	<u>191,351</u>	<u>18,333</u>
	<u>193,722</u>	<u>31,263</u>
	<u>\$ 4,235,524</u>	<u>\$ 3,825,183</u>

See accompanying notes to the financial statements

McColl, Turner & Co.

Chartered Accountants

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Auditors' Report to the Chairman and Members of the Committee of Management Fairhaven Home for Senior Citizens

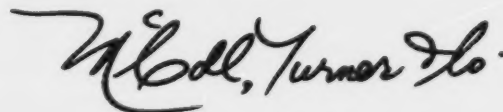
TRUST FUNDS

We have examined the balance sheet of the Residents' Trust Funds of Fairhaven Home for Senior Citizens as at December 31, 1985 and the statements of continuity for residents' personal trust funds, maintenance trust funds, retention trust funds and bequest funds for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances, except as described in the following paragraph.

It will be appreciated that the nature of trust fund receipts is such that an audit examination cannot give assurance that all trust assets received have been recorded in the trust records. Accordingly, our examination of the trust receipts was limited principally to an examination of the amounts recorded in the records of the Home.

In our opinion, except for the effect of adjustments which might have been required had Trust Fund receipts from residents been susceptible to complete audit verification, these financial statements present fairly the financial position of the Trust Funds for Fairhaven Home for Senior Citizens as at December 31, 1985 and the continuity of trust funds for the year then ended in accordance with accounting principles prescribed for Ontario municipalities applied on a basis consistent with that of the preceding year.

Peterborough, Ontario
March 17, 1986
Municipal Licence No. 1115



Chartered Accountants

FAIRHAVEN HOME FOR SENIOR CITIZENS
RESIDENTS' TRUST FUNDS BALANCE SHEET

DECEMBER 31, 1985

	<u>1985</u>	<u>1984</u>
<u>ASSETS</u>		
Personal trust funds		
Cash	\$ 138,235	\$ 64,072
Investment certificates, Guaranty Trust Company of Canada	180,000	180,000
	<u>318,235</u>	<u>244,072</u>
Maintenance trust funds		
Cash	249,453	176,280
Retention trust funds		
Cash	50,497	54,393
Bequest funds	3,998	3,754
Comfort funds		
Cash	<u>4,405</u>	<u>2,959</u>
	<u>\$ 626,588</u>	<u>\$ 481,458</u>
<u>FUND BALANCE</u>		
Payable to residents		
Personal trust funds	\$ 318,235	\$ 244,072
Maintenance trust funds	249,453	176,280
Retention trust funds	50,497	54,393
	<u>618,185</u>	<u>474,745</u>
Funds bequested by residents	3,998	3,754
Funds available for the comfort of residents	<u>4,405</u>	<u>2,959</u>
	<u>\$ 626,588</u>	<u>\$ 481,458</u>

FAIRHAVEN HOME FOR SENIOR CITIZENS

STATEMENT OF CONTINUITY FOR RESIDENTS' PERSONAL TRUST FUNDS

YEAR ENDED DECEMBER 31, 1985

	<u>1985</u>	<u>1984</u>
BALANCE - beginning of year	\$ 244,072	\$ 256,086
Add: Residents' deposits during the year	42,184	35,938
Interest received	22,624	21,344
Transfers from residents' maintenance trust funds	239,407	198,824
Transfers from residents' retention trust funds	-	1,893
	<u>304,215</u>	<u>257,999</u>
Less: Residents' withdrawals during the year	190,475	160,332
Transfers to residents' maintenance trust funds	34,672	92,157
Expenditures for funerals and estates	4,905	17,524
	<u>230,052</u>	<u>270,013</u>
BALANCE - end of year	<u>\$ 318,235</u>	<u>\$ 244,072</u>

STATEMENT OF CONTINUITY FOR RESIDENTS' MAINTENANCE TRUST FUNDS

YEAR ENDED DECEMBER 31, 1985

	<u>1985</u>	<u>1984</u>
BALANCE - beginning of year	\$ 176,280	\$ 128,497
Add: Residents' deposits during the year	2,360,196	2,033,933
Transfers from residents' personal trust funds	34,672	92,157
Transfers from residents' retention trust funds	16,495	6,464
Miscellaneous transactions	154	-
	<u>2,411,517</u>	<u>2,132,554</u>
Less: Applied to residents' maintenance	2,042,866	1,826,287
Transfers to residents' personal trust funds	239,407	198,824
Residents' comfort allowances withdrawn during the year	21,406	20,690
Residents' surplus funds returned to estates	14,917	21,836
Transfers to residents' retention trust funds	8,011	16,789
Expenditures for funerals	11,611	-
Miscellaneous transactions	126	345
	<u>2,338,344</u>	<u>2,084,771</u>
BALANCE - end of year	<u>\$ 249,453</u>	<u>\$ 176,280</u>

See accompanying notes to the financial statements

FAIRHAVEN HOME FOR SENIOR CITIZENS

STATEMENT OF CONTINUITY FOR RESIDENTS' RETENTION TRUST FUNDS

YEAR ENDED DECEMBER 31, 1985

	<u>1985</u>	<u>1984</u>
BALANCE - beginning of year	\$ <u>54,393</u>	\$ <u>42,904</u>
Add: Deposits by residents	1,305	-
Interest received	3,283	3,057
Transfers from residents' maintenance trust funds	<u>8,011</u>	<u>16,789</u>
	<u>12,599</u>	<u>19,846</u>
Less: Transfers to residents' maintenance trust funds	16,495	6,464
Transfers to residents' personal trust funds	<u>-</u>	<u>1,893</u>
	<u>16,495</u>	<u>8,357</u>
BALANCE - end of year	\$ <u><u>50,497</u></u>	\$ <u><u>54,393</u></u>

STATEMENT OF CONTINUITY FOR BEQUEST FUNDS

YEAR ENDED DECEMBER 31, 1985

	<u>1985</u>	<u>1984</u>
BALANCE - beginning of year	\$ <u>3,754</u>	\$ <u>3,316</u>
Add: Interest received	244	263
Bequests received	<u>-</u>	<u>175</u>
	<u>244</u>	<u>438</u>
BALANCE - end of year	\$ <u><u>3,998</u></u>	\$ <u><u>3,754</u></u>

See accompanying notes to the financial statements

FAIRHAVEN HOME FOR SENIOR CITIZENS

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1985

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Accounting entity

(i) Balance Sheet and Statement of Operations

The consolidated balance sheet and consolidated statement of operations reflect the assets, liabilities, sources of financing and expenditures of the revenue fund and the capital fund of the Home.

(ii) Trust Funds

Trust funds administered by the Home amounting to \$626,588 at December 31, 1985 (1984 - \$481,458) are reflected on the Residents' trust funds balance sheet and statements of continuity for trust funds. Trust funds have not been included in the consolidated balance sheet nor have their operations been included in the consolidated statement of operations.

(b) Basis of accounting

Sources of financing and expenditures are reported on the accrual basis of accounting. Under this method, revenue is recognized as it becomes available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(c) Capital expenditures

The cost of new capital assets and major approved capital replacements are charged as capital fund expenditures in the year of purchase. Other capital replacements and renewals are charged as operating fund expenditures in the year of purchase.

No charge is made for depreciation in the consolidated statement of operations.

Capital fund expenditures are funded by the Province of Ontario, The Corporation of the City of Peterborough and The Corporation of the County of Peterborough in the ratio of 50%, 33 1/3% and 16 2/3% respectively.

(d) Government financial assistance

Residential Residents

Allowable operating expenditures for residential residents in excess of fees paid by those residents are funded 30% by The Corporation of the City of Peterborough and The Corporation of the County of Peterborough in accordance with their cost sharing agreement and 70% by the Province of Ontario.

FAIRHAVEN HOME FOR SENIOR CITIZENS

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1985

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Government financial assistance (continued)

Extended Care Residents

The Ministry of Community and Social Services establishes basic extended care per diem rates which determine the initial sharing of costs between extended care residents and the Province of Ontario. Costs in excess of revenue derived from the established basic rates are funded by The Corporation of the City of Peterborough and The Corporation of the County of Peterborough in accordance with their cost sharing agreement and by the Province of Ontario under the Homes for the Aged and Rest Homes Act.

2. RETROACTIVE SALARY AWARDS

The accompanying financial statements include provisions to December 31, 1985 for estimated retroactive salary increases which may be awarded to employee bargaining groups whose contracts have expired and are currently under arbitration.

3. LONG TERM WORKING CAPITAL ADVANCES

Long term working capital advances from The Corporation of the City of Peterborough and The Corporation of the County of Peterborough have no specific principal repayment terms. Interest is charged by the City of Peterborough at its average investment rate and by the County of Peterborough at its average cost of borrowing.

Interest is accrued to the year-end on these working capital advances and included as liabilities on the consolidated balance sheet.

4. LIABILITY FOR VESTED SICK LEAVE BENEFITS

Under the sick leave benefit plan, unused sick leave can accumulate and employees may become entitled to a cash payment when they leave the Home's employment.

The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on terminating, was estimated to be \$249,000 at December 31, 1985 (1984 - \$240,000) based upon prevailing rates of salary. No provision has been made in the accounts for this liability as such costs are charged to operations as they occur.

FAIRHAVEN HOME FOR SENIOR CITIZENS

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1985

5. BUILDING EXPANSION AND RENOVATION PROJECT

The Committee of Management of the Home has approved a capital expansion program involving major additions and alterations to existing facilities at a cost not to exceed \$1,979,421. The cost of work completed to December 31, 1985, including planning and architectural services, has amounted to \$218,908. It is anticipated that construction will commence in the spring of 1986.

The project has received approval from the Province of Ontario and total costs will be shared between the Province of Ontario, The Corporation of the City of Peterborough and The Corporation of the County of Peterborough in the ratio of 50%, 33 1/3% and 16 2/3% respectively.

PETERBOROUGH UTILITIES
COMMISSION
WATERWORKS DEPARTMENT

FINANCIAL STATEMENTS
FOR THE YEAR ENDED
DECEMBER 31, 1985

Coopers
& Lybrand

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March 6, 1986

AUDITORS' REPORT

To the Chairman and Members of
the Peterborough Utilities Commission
The Corporation of the City of Peterborough:

We have examined the balance sheet of the Peterborough Utilities Commission - Waterworks Department as at December 31, 1985 and the statements of contributed capital, accumulated net income invested in fixed assets, operations, operating expenses and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Waterworks Department as at December 31, 1985 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting principles described in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Coopers & Lybrand

CHARTERED ACCOUNTANTS
Municipal Licence No. 1082

PETERBOROUGH UTILITIES COMMISSION
WATERWORKS DEPARTMENT
BALANCE SHEET AS AT DECEMBER 31, 1985

A S S E T S

	1985 \$	1984 \$
CURRENT ASSETS		
Cash and short-term deposits	2,541,970	1,932,644
Accounts receivable -		
Consumer accounts	425,856	393,021
Sundry	138,599	383,761
Accrued revenue on consumer accounts	394,864	367,317
Inventories	<u>114,200</u>	<u>104,351</u>
	<u>3,615,489</u>	<u>3,181,094</u>
FIXED ASSETS		
Water treatment plant and reservoirs	5,466,315	5,295,206
Water distribution system	16,340,162	15,238,273
Riverview Park and Zoo	1,078,968	1,023,119
Other	<u>659,494</u>	<u>629,447</u>
	23,544,939	22,186,045
Less: Accumulated depreciation	<u>12,824,038</u>	<u>11,954,338</u>
	10,720,901	10,231,707
Construction in progress	<u>184,744</u>	<u>86,237</u>
	<u>10,905,645</u>	<u>10,317,944</u>
DEFERRED CHARGES		
O.M.E.R.S. supplementary pension (note 2)	42,406	46,806
	<u>14,563,540</u>	<u>13,545,844</u>

SIGNED ON BEHALF OF THE COMMISSION

RL Beck Chairman
RP Chivers General Manager

PETERBOROUGH UTILITIES COMMISSION
WATERWORKS DEPARTMENT
BALANCE SHEET AS AT DECEMBER 31, 1985

L I A B I L I T I E S A N D E Q U I T Y

	1985 \$	1984 \$
CURRENT LIABILITIES		
Accounts payable and accrued charges	354,829	548,754
Sewer surcharge payable	285,106	287,299
Long-term debt payable within one year	<u>377,752</u>	<u>455,968</u>
	<u>1,017,687</u>	<u>1,292,021</u>
LONG-TERM DEBT		
Due to the Corporation of the City of Peterborough - Debenture debt (note 3)	2,068,712	2,455,279
Federal-Provincial special development loan, 6.51%, due September 1, 1992 (note 3)	<u>593,000</u>	<u>658,000</u>
	2,661,712	3,113,279
O.M.E.R.S. supplementary pension liability (note 2)	<u>42,406</u>	<u>46,806</u>
	2,704,118	3,160,085
Less: Principal payments due within one year	<u>377,752</u>	<u>455,968</u>
	2,326,366	2,704,117
OTHER LONG-TERM LIABILITY		
Vested sick leave benefits	<u>315,279</u>	<u>293,853</u>
	<u>2,641,645</u>	<u>2,997,970</u>
EQUITY		
Contributed capital	7,889,074	7,219,957
Accumulated net income invested in fixed assets	<u>3,015,134</u>	<u>2,035,896</u>
	<u>10,904,208</u>	<u>9,255,853</u>
	<u>14,563,540</u>	<u>13,545,844</u>

PETERBOROUGH UTILITIES COMMISSION
WATERWORKS DEPARTMENT
STATEMENT OF CONTRIBUTED CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 \$	1984 \$
BALANCE - BEGINNING OF YEAR	<u>7,219,957</u>	<u>5,963,325</u>
Capital installation charges	659,412	1,069,099
Provincial grants	(1,639)	113,697
Contribution for Riverview Park improvements - James Hamilton Estate	7,806	30,917
- Alexander Elliott Estate (note 4)	38	42,919
- Other	<u>3,500</u>	<u>-</u>
	<u>669,117</u>	<u>1,256,632</u>
BALANCE - END OF YEAR	<u><u>7,889,074</u></u>	<u><u>7,219,957</u></u>

STATEMENT OF ACCUMULATED NET INCOME INVESTED IN FIXED ASSETS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 \$	1984 \$
BALANCE - BEGINNING OF YEAR	2,035,896	1,072,373
Net income for the year	<u>979,238</u>	<u>963,523</u>
BALANCE - END OF YEAR	<u><u>3,015,134</u></u>	<u><u>2,035,896</u></u>

PETERBOROUGH UTILITIES COMMISSION

WATERWORKS DEPARTMENT

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 \$	1984 \$
REVENUE FROM SUPPLY OF WATER		
Residential	2,334,124	2,275,070
Commercial	<u>1,585,750</u>	<u>1,615,668</u>
	3,919,874	3,890,738
Change in accrued revenue on consumer accounts	<u>27,547</u>	<u>40,749</u>
	<u>3,947,421</u>	<u>3,931,487</u>
COST OF WATER SUPPLIED		
Filter plant	499,889	450,595
Pump house	130,841	142,715
Dam	33,224	33,907
Pumping stations	56,297	58,479
Reservoirs	<u>45,473</u>	<u>42,305</u>
	<u>765,724</u>	<u>728,001</u>
GROSS INCOME ON SUPPLY OF WATER	<u>3,181,697</u>	<u>3,203,486</u>
OTHER INCOME		
Fire protection	499,396	458,093
Sewer surcharge billing and collecting	118,997	120,747
Interest earned	252,963	230,170
Miscellaneous	<u>47,159</u>	<u>45,193</u>
	<u>918,515</u>	<u>854,203</u>
OPERATING EXPENSES		
Water distribution	667,945	647,674
Administrative	816,409	785,367
Billing and collecting	152,870	153,530
Depreciation	<u>869,462</u>	<u>846,595</u>
	<u>2,506,686</u>	<u>2,433,166</u>
INCOME BEFORE FINANCIAL AND OTHER EXPENSES	1,593,526	1,624,523
INTEREST	<u>319,657</u>	<u>377,813</u>
	1,273,869	1,246,710
OTHER EXPENSES - PARK AND ZOO (NET)	<u>294,631</u>	<u>283,187</u>
NET INCOME FOR THE YEAR	<u><u>979,238</u></u>	<u><u>963,523</u></u>

PETERBOROUGH UTILITIES COMMISSION
WATERWORKS DEPARTMENT
STATEMENT OF OPERATING EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 \$	1984 \$
OPERATING EXPENSES		
Water distribution -		
Distribution mains	189,243	179,668
Hydrants	159,572	128,040
Service pipes	265,322	284,236
Meters	53,808	55,730
	<u>667,945</u>	<u>647,674</u>
Administrative -		
General	568,697	556,997
Municipal taxes	153,923	146,365
Employee benefits	561,551	478,213
Engineering	110,885	128,443
Accounting	93,789	82,005
	<u>1,488,845</u>	<u>1,392,023</u>
Less: Employee benefits and engineering distributed	672,436	606,656
	<u>816,409</u>	<u>785,367</u>
Billing and collecting	<u>152,870</u>	<u>153,530</u>
Depreciation -		
Depreciation	417,894	368,874
Debenture debt retired	451,568	477,721
	<u>869,462</u>	<u>846,595</u>
TOTAL OPERATING EXPENSES	<u><u>2,506,686</u></u>	<u><u>2,433,166</u></u>

PETERBOROUGH UTILITIES COMMISSION
WATERWORKS DEPARTMENT
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 \$	1984 \$
SOURCES OF WORKING FUNDS		
Operations -		
Net income for the year	979,238	963,523
Charges to income not affecting funds -		
Depreciation	892,398	863,606
Amortization of deferred charges	<u>4,400</u>	<u>4,074</u>
	1,876,036	1,831,203
Increase in vested sick leave benefits	<u>21,427</u>	<u>-</u>
	<u>1,897,463</u>	<u>1,831,203</u>
USES OF WORKING FUNDS		
Additions to fixed assets	1,480,099	1,967,422
Less: Additions financed by contributed capital	<u>(669,117)</u>	<u>(1,256,632)</u>
Additions acquired from operating funds	810,982	710,790
Decrease in long-term debt	377,752	455,689
Decrease in vested sick leave benefits	<u>-</u>	<u>13,342</u>
	<u>1,188,734</u>	<u>1,179,821</u>
INCREASE IN WORKING CAPITAL	708,729	651,382
WORKING CAPITAL - BEGINNING OF YEAR	<u>1,889,073</u>	<u>1,237,691</u>
WORKING CAPITAL - END OF YEAR	<u>2,597,802</u>	<u>1,889,073</u>
WORKING CAPITAL REPRESENTED BY:		
Current assets		
Cash and short-term deposits	2,541,970	1,932,644
Accounts receivable	564,455	776,782
Accrued revenue on consumer accounts	394,864	367,317
Inventories	<u>114,200</u>	<u>104,351</u>
	<u>3,615,489</u>	<u>3,181,094</u>
Current liabilities		
Accounts payable and accrued charges	354,829	548,754
Sewer surcharge payable	285,106	287,299
Long-term debt payable within one year	<u>377,752</u>	<u>455,968</u>
	<u>1,017,687</u>	<u>1,292,021</u>
	<u>2,597,802</u>	<u>1,889,073</u>

PETERBOROUGH UTILITIES COMMISSION
WATERWORKS DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1985

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Peterborough Utilities Commission - Waterworks Department have been prepared in accordance with the accounting principles set out below:

(a) Recognition of revenue

Revenue is recorded using the accrual basis of accounting, as water is used by customers.

(b) Inventories

Inventories consist of maintenance supplies and construction materials and are valued at the lower of cost and replacement cost.

(c) Fixed assets

Fixed assets are stated at cost. Depreciation on the water treatment plant, distribution system and Riverview Park and Zoo (purchased from operating and donated funds) is recorded on a declining balance basis at a rate of 5% per annum. Depreciation on other assets purchased from operating funds is determined on a straight-line basis taking into consideration their estimated service lives.

Depreciation for the year amounted to \$440,830 (1984 - \$385,885) of which \$22,936 (1984 - \$17,011) pertains to vehicles and has been distributed to capital and maintenance accounts.

In accordance with accounting practices common to municipal water utilities, fixed assets financed by debentures are not depreciated. However, the debenture debt is charged against operations whenever debt is retired and fixed assets are reduced by a corresponding increase in accumulated depreciation. Debenture debt retired during 1985 amounted to \$451,568 (1984 - \$477,721) and is included in depreciation expense in the statement of operating expenses.

(d) Pension plan

Pension benefits are provided to employees through the Ontario Municipal Employees Retirement System (O.M.E.R.S.). Pension costs for current service are charged to operations in the year incurred. The liability for each of the past service pension plans is being funded and charged to operations over 10 years.

The liability for past service costs is recorded as long-term debt and bears interest at the rate of 8% per annum. The related deferred charge is being amortized, using a discount rate of 8%, over the period that the liability is being funded. In 1985, \$4,400 of the deferred charge and \$3,744 of interest were charged to operations.

PETERBOROUGH UTILITIES COMMISSION
 WATERWORKS DEPARTMENT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 1985

1. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

(e) Vested sick leave benefits

Upon retirement or termination after five years of service, the Commission has agreed to pay at the employee's then current rate, one-half of the employee's accumulated sick leave benefits, to a maximum of 130 days, or the number of years of service prior to April 1, 2007 times 6 days, whichever is the lesser. Provision is made in the accounts for this liability.

(f) Long-term debenture debt

Debenture debt is charged to operations whenever debt is retired. Interest on debenture debt is accounted for on the accrual basis.

Debenture discount and issue expenses are charged to operations in the year the debentures are issued.

(g) Contributed capital

Water distribution systems assumed from developers and cost recoveries from systems installations are disclosed as capital installation charges in the statement of contributed capital.

2. PENSION PLAN

The Commission is required to make certain payments to O.M.E.R.S. with respect to past service pension costs which, over the next five years, are as follows:

	Principal \$	Interest \$	Total \$
1986	4,752	3,393	8,145
1987	5,133	3,012	8,145
1988	5,543	2,602	8,145
1989	5,987	2,158	8,145
1990	6,466	1,679	8,145

PETERBOROUGH UTILITIES COMMISSION
WATERWORKS DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1985

3. LONG-TERM DEBT

Debenture debt is issued on behalf of the Waterworks Department by the Corporation of the City of Peterborough and consists of the following:

By-law number	Date of maturity	Interest rate %	Original principal amount \$	Balance outstanding December 31, 1985 \$	Balance outstanding December 31, 1984 \$
1975/146	July 31, 1985	9.50	760,000	-	110,000
1976/142	November 1, 1986	9.75-10.00	400,000	59,000	113,000
1967/83	December 31, 1986	6.25	650,000	53,000	103,000
1979/92	September 14, 1989	10.50	400,000	208,000	248,000
1982/78	December 31, 1992	12.50-13.00	296,000	241,000	262,000
1983/140	November 23, 1993	10.50-12.50	1,720,000	1,507,712	1,619,279
			<u>4,226,000</u>	<u>2,068,712</u>	<u>2,455,279</u>

Principal payments due in each of the next five years are as follows:

	Debentures \$	Federal - Provincial loan \$	Total \$
1986	303,000	70,000	373,000
1987	213,000	74,000	287,000
1988	237,000	79,000	316,000
1989	264,000	84,000	348,000
1990	230,000	90,000	320,000

4. FUNDS HELD IN TRUST

Estate funds of the late Alexander Elliott are held in trust for the Commission for the funding of capital projects at the Riverview Park and Zoo. Funding from the estate is included in contributed capital in the year that the approved capital expenditure is incurred. Funds held by the trustee for this purpose amounted to approximately \$157,715 as at December 31, 1985.

PETERBOROUGH UTILITIES COMMISSION
WATERWORKS DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1985

5. COMPARATIVE DATA

Certain comparative data on the statements of operations and operating expenses have been reclassified to conform with the 1985 presentation.

PETERBOROUGH UTILITIES
COMMISSION
ELECTRIC DEPARTMENT

FINANCIAL STATEMENTS
FOR THE YEAR ENDED
DECEMBER 31, 1985

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& Lybrand

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March 6, 1986

AUDITORS' REPORT

To the Chairman and Members of
the Peterborough Utilities Commission
The Corporation of the City of Peterborough:

We have examined the balance sheet of the Peterborough Utilities Commission - Electric Department as at December 31, 1985 and the statements of long-term debt retired, accumulated net income invested in fixed assets, operations, operating expenses and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Electric Department as at December 31, 1985 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting principles described in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Coopers & Lybrand

CHARTERED ACCOUNTANTS
Municipal Licence No. 1082

PETERBOROUGH UTILITIES COMMISSION
ELECTRIC DEPARTMENT
BALANCE SHEET AS AT DECEMBER 31, 1985

A S S E T S	1985 \$	1984 \$
CURRENT ASSETS		
Cash and short-term deposits	4,267,541	3,594,535
Accounts receivable -		
Consumer accounts	1,658,546	1,451,977
Sundry	310,914	374,370
Accrued revenue on consumer accounts	3,340,596	2,722,355
Inventories	561,831	505,969
	<u>10,139,428</u>	<u>8,649,206</u>
FIXED ASSETS - AT COST (note 2)	34,914,492	31,924,232
Less: Accumulated depreciation	<u>15,091,839</u>	<u>13,562,128</u>
	<u>19,822,653</u>	<u>18,362,104</u>
DEFERRED CHARGES		
O.M.E.R.S. supplementary pension (note 5)	63,608	70,209
Unamortized debenture discount and issue expenses	<u>19,244</u>	<u>24,815</u>
	<u>82,852</u>	<u>95,024</u>
EQUITY IN ONTARIO HYDRO (note 3)	15,530,331	14,317,887
	<u>45,575,264</u>	<u>41,424,221</u>

SIGNED ON BEHALF OF THE COMMISSION

R.L. Beck. Chairman
[Signature] General Manager

PETERBOROUGH UTILITIES COMMISSION

ELECTRIC DEPARTMENT

BALANCE SHEET AS AT DECEMBER 31, 1985

LIABILITIES AND EQUITY

	1985 \$	1984 \$
CURRENT LIABILITIES		
Accounts payable and accrued charges -		
Ontario Hydro	2,482,383	1,791,763
Other	686,742	514,573
Long-term debt payable within one year	340,129	450,363
Consumer deposits refundable within one year	583	580
	<u>3,509,837</u>	<u>2,757,279</u>
LONG-TERM DEBT		
Debenture debt - due to the Corporation of the City of Peterborough (note 4)	1,400,288	1,765,721
O.M.E.R.S. supplementary pension liability (note 5)	63,608	70,209
Capital lease obligation	-	78,330
	<u>1,463,896</u>	<u>1,914,260</u>
Less: Principal payments due within one year	<u>340,129</u>	<u>450,363</u>
	<u>1,123,767</u>	<u>1,463,897</u>
OTHER LIABILITIES		
Vested sick leave benefits	558,738	536,567
Consumer deposits	52,422	51,067
	<u>611,160</u>	<u>587,634</u>
Less: Consumer deposits refundable within one year	<u>583</u>	<u>580</u>
	<u>610,577</u>	<u>587,054</u>
DEFERRED CREDIT		
Contributions in aid of construction subject to amortization	<u>812,100</u>	<u>649,508</u>
EQUITY		
Long-term debt retired	6,466,720	6,016,356
Contributions in aid of construction not subject to amortization	1,184,532	1,184,532
Accumulated net income invested in fixed assets	<u>16,337,400</u>	<u>14,447,708</u>
	<u>23,988,652</u>	<u>21,648,596</u>
RESERVE FOR EQUITY IN ONTARIO HYDRO	<u>15,530,331</u>	<u>14,317,887</u>
	<u>45,575,264</u>	<u>41,424,221</u>

PETERBOROUGH UTILITIES COMMISSION
ELECTRIC DEPARTMENT
STATEMENT OF LONG-TERM DEBT RETIRED
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 \$	1984 \$
BALANCE - BEGINNING OF YEAR	<u>6,016,356</u>	<u>5,280,365</u>
Long-term debt retired during the year -		
Debentures	365,433	333,279
O.M.E.R.S. supplementary pension	6,601	6,111
Capital lease	<u>78,330</u>	<u>396,601</u>
	<u>450,364</u>	<u>735,991</u>
BALANCE - END OF YEAR	<u><u>6,466,720</u></u>	<u><u>6,016,356</u></u>

STATEMENT OF ACCUMULATED NET INCOME INVESTED IN FIXED ASSETS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 \$	1984 \$
BALANCE - BEGINNING OF YEAR	14,447,708	12,112,471
Appropriation from net income for the year	<u>1,889,692</u>	<u>2,335,237</u>
BALANCE - END OF YEAR	<u><u>16,337,400</u></u>	<u><u>14,447,708</u></u>

PETERBOROUGH UTILITIES COMMISSION
ELECTRIC DEPARTMENT
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 \$	1984 \$
REVENUE FROM SALE OF ENERGY		
Residential	12,423,882	11,847,125
Commercial	15,910,017	15,194,005
Street lighting	<u>288,823</u>	<u>279,305</u>
	28,622,722	27,320,435
Change in accrued revenue on consumer accounts	<u>610,727</u>	<u>(119,513)</u>
	<u>29,233,449</u>	<u>27,200,922</u>
COST OF ENERGY SOLD		
Power purchased	24,050,151	21,324,539
Power generated	<u>171,829</u>	<u>158,817</u>
	24,221,980	21,483,356
GROSS INCOME ON ENERGY SOLD	<u>5,011,469</u>	<u>5,717,566</u>
OTHER OPERATING REVENUE		
Water heater rentals	562,930	506,077
Plenum heater rental	3,488	-
Customer late payment charges	105,214	99,256
Lighting rentals	41,265	41,758
Pole rentals	32,149	31,221
Change of occupancy charges	32,881	27,611
Interest earned	401,272	330,429
Building and equipment rentals	407,609	398,329
Miscellaneous	<u>122,983</u>	<u>157,106</u>
	1,709,791	1,591,787
	<u>6,721,260</u>	<u>7,309,353</u>
OPERATING EXPENSES		
Operations and maintenance	1,312,541	1,262,970
Administration	786,791	741,826
Billing and collecting	646,535	672,408
Depreciation and amortization (note 2)	<u>1,441,850</u>	<u>1,275,469</u>
	4,187,717	3,952,673
INCOME BEFORE FINANCIAL EXPENSE	2,533,543	3,356,680
FINANCIAL EXPENSE		
Interest expense	<u>193,487</u>	<u>285,452</u>
NET INCOME FOR THE YEAR	<u>2,340,056</u>	<u>3,071,228</u>
NET INCOME APPROPRIATED AS FOLLOWS:		
For long-term debt retired	450,364	735,991
For accumulated net income invested in fixed assets	<u>1,889,692</u>	<u>2,335,237</u>
	<u>2,340,056</u>	<u>3,071,228</u>

PETERBOROUGH UTILITIES COMMISSION
ELECTRIC DEPARTMENT
STATEMENT OF OPERATING EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 \$	1984 \$
OPERATIONS AND MAINTENANCE		
Substations	244,225	294,722
Distribution	461,372	440,741
Transformers	133,448	111,075
Customer service and public relations	473,496	416,432
	<u>1,312,541</u>	<u>1,262,970</u>
ADMINISTRATION		
General	537,319	514,577
Accounting	140,829	123,010
Municipal taxes	108,643	104,239
Employee benefits	877,495	810,307
Engineering	183,870	192,664
	<u>1,848,156</u>	<u>1,744,797</u>
Less: Employee benefits and engineering distributed	<u>1,061,365</u>	<u>1,002,971</u>
	<u>786,791</u>	<u>741,826</u>
BILLING AND COLLECTING	<u>646,535</u>	<u>672,408</u>
DEPRECIATION AND AMORTIZATION (note 2)		
Depreciation	1,470,747	1,298,323
Amortization of contributions in aid of construction	(28,897)	(22,854)
	<u>1,441,850</u>	<u>1,275,469</u>
TOTAL OPERATING EXPENSES	<u>4,187,717</u>	<u>3,952,673</u>

PETERBOROUGH UTILITIES COMMISSION
ELECTRIC DEPARTMENT
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 \$	1984 \$
SOURCES OF WORKING FUNDS		
Operations -		
Net income for the year	2,340,056	3,071,228
Charges to income not affecting funds -		
Depreciation and amortization (note 2)	1,509,988	1,331,844
Amortization of deferred charges	<u>12,172</u>	<u>11,220</u>
	3,862,216	4,414,292
Book value of assets disposed	14,913	-
Decrease in mortgage receivable	-	129,719
Increase in vested sick leave benefits	22,170	23,831
Increase in long-term consumer deposits	<u>1,352</u>	<u>9,639</u>
	<u>3,900,651</u>	<u>4,577,481</u>
USES OF WORKING FUNDS		
Additions to fixed assets	3,014,346	2,328,625
Less: Additions financed by contributions in aid of construction	<u>(191,489)</u>	<u>(280,180)</u>
	2,822,857	2,048,445
Additions acquired from operating funds	340,130	761,624
Decrease in long-term debt	<u>3,162,987</u>	<u>2,810,069</u>
	737,664	1,767,412
INCREASE IN WORKING CAPITAL		
WORKING CAPITAL - BEGINNING OF YEAR	<u>5,891,927</u>	<u>4,124,515</u>
WORKING CAPITAL - END OF YEAR	<u>6,629,591</u>	<u>5,891,927</u>
WORKING CAPITAL REPRESENTED BY		
Current assets		
Cash and short-term deposits	4,267,541	3,594,535
Accounts receivable	1,969,460	1,826,347
Accrued revenue on consumer accounts	3,340,596	2,722,355
Inventories	<u>561,831</u>	<u>505,969</u>
	<u>10,139,428</u>	<u>8,649,206</u>
Current liabilities		
Accounts payable and accrued charges	3,169,708	2,306,916
Long-term debt payable within one year	<u>340,129</u>	<u>450,363</u>
	<u>3,509,837</u>	<u>2,757,279</u>
	<u>6,629,591</u>	<u>5,891,927</u>

PETERBOROUGH UTILITIES COMMISSION

ELECTRIC DEPARTMENT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 1985

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Peterborough Utilities Commission - Electric Department have been prepared in accordance with accounting principles for municipal electrical utilities in Ontario as prescribed by Ontario Hydro under the authority of section 96 of the Power Corporation Act and reflect the accounting policies as set forth in the manual "Accounting for Municipal Electric Utilities in Ontario". The more significant accounting policies are summarized below:

(a) Recognition of revenue

Revenue is recorded using the accrual basis of accounting, as energy is consumed by customers.

(b) Inventories

Inventories consist of line maintenance and construction materials and are valued at the lower of cost and replacement cost.

(c) Fixed assets

Fixed assets are stated at acquisition cost and depreciated on a straight-line basis over their estimated service lives in accordance with Ontario Hydro policy.

The cost and related accumulated depreciation for identifiable fixed assets, such as buildings and substations, remain in the accounts until the assets are retired or disposed of at which time any gain or loss is reflected in operations. Fixed assets which are recorded on a group basis, such as underground distribution systems, transformers, meters and water heaters, are removed from the accounts only at the end of their estimated service lives.

(d) Pension plan

Pension benefits are provided to employees through the Ontario Municipal Employees Retirement System (O.M.E.R.S.). Pension costs for current service are charged to operations in the year incurred. The liability for each of the past service pension plans is being funded and charged to operations over 10 years.

The liability for past service costs is recorded as long-term debt and bears interest at the rate of 8% per annum. The related deferred charge is being amortized, using a discount rate of 8%, over the period that the liability is being funded. In 1985, \$6,601 of the deferred charge and \$5,617 of interest were charged to operations.

PETERBOROUGH UTILITIES COMMISSION
ELECTRIC DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1985

1. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

(e) Debenture discount and issue expenses

Debenture discount and issue expenses are amortized and charged to operations over the terms of the debentures in the proportion of principal retired to outstanding debt.

(f) Vested sick leave benefits

Upon retirement or termination after five years of service, the Commission has agreed to pay at the employee's then current rate, one-half of the employee's accumulated sick leave benefits, to a maximum of 130 days, or the number of years of service prior to April 1, 2007 times six days, whichever is the lesser. Provision is made in the accounts for this liability.

(g) Contributions in aid of construction

Non-refundable capital contributions in aid of construction are recorded as a deferred credit and amortized to operations over the service lives of the related fixed asset. Contributions received prior to January 1, 1980 are considered to be a permanent part of equity and are not amortized to operations.

(h) Long-term debt retired

Upon retirement of long-term debt, the Commission appropriates an equal amount from net income for the year to long-term debt retired.

PETERBOROUGH UTILITIES COMMISSION
ELECTRIC DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1985

2. FIXED ASSETS

Fixed assets and related accumulated depreciation are classified as follows:

	1985		1984	
	Cost \$	Accumulated depreciation \$	Net book value \$	Net book value \$
Land	333,312		333,312	333,312
Buildings	3,400,063	370,495	3,029,568	3,083,582
Generating station	547,791	57,196	490,595	433,927
Substation equipment	3,288,794	1,762,258	1,526,536	1,543,176
Overhead distribution lines	8,369,645	4,350,858	4,018,787	3,903,679
Underground distribution lines	6,379,173	2,002,536	4,376,637	4,070,449
Transformers	3,177,620	1,508,386	1,669,234	1,493,447
Meters	1,845,446	672,676	1,172,770	1,081,586
Water heater equipment	4,857,262	2,508,083	2,349,179	1,635,408
Other	2,524,611	1,859,351	665,260	682,722
Construction in process	190,775	-	190,775	100,816
	<u>34,914,492</u>	<u>15,091,839</u>	<u>19,822,653</u>	<u>18,362,104</u>

Depreciation and amortization of contributions in aid of construction for the year amounted to \$1,509,988 (1984 - \$1,331,844) of which \$68,138 (1984 - \$56,375) pertains to vehicles and has been distributed to capital and maintenance accounts.

PETERBOROUGH UTILITIES COMMISSION
ELECTRIC DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1985

3. EQUITY IN ONTARIO HYDRO

Under the terms of the Power Corporation Act, the annual provision of money sufficient to retire the outstanding debt of Ontario Hydro in forty years is an element of the cost of power.

The equity credited to the Commission is the accumulation of their payments for the debt retirement function and represents their share of the total equity of the system.

4. DEBENTURE DEBT

Debenture debt is issued on behalf of the Electric Department by the Corporation of the City of Peterborough and consists of the following:

By-law number	Date of maturity	Interest rate %	Original principal amount \$	Balance outstanding December 31, 1985 \$	Balance outstanding December 31, 1984 \$
1965/121	June 30, 1985	5.75	212,000	-	17,000
1967/80	December 31, 1986	6.25	214,000	17,000	33,000
1975/145	July 31, 1995	9.50-10.50	420,000	303,000	320,000
1975/145	July 31, 1985	9.50	300,000	-	44,000
1976/141	November 1, 1986	9.75-10.00	610,000	90,000	172,000
1977/88	August 5, 1987	8.50-9.00	460,000	124,000	179,000
1978/118	September 1, 1988	9.25-9.50	570,000	228,000	291,000
1979/91	September 14, 1989	10.50	385,000	200,000	239,000
1983/140	November 23, 1993	10.50-12.50	500,000	438,288	470,721
			<u>3,671,000</u>	<u>1,400,288</u>	<u>1,765,721</u>

Debenture principal repayments due in each of the next five years are as follows:

	\$
1986	333,000
1987	249,000
1988	203,000
1989	133,000
1990	84,000

PETERBOROUGH UTILITIES COMMISSION
 ELECTRIC DEPARTMENT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 1985

5. PENSION PLAN

Over the next five years the Commission's payment obligations to O.M.E.R.S. for past service pension costs are as follows:

	Principal \$	Interest \$	Total \$
1986	7,128	5,089	12,217
1987	7,699	4,518	12,217
1988	8,315	3,902	12,217
1989	8,980	3,237	12,217
1990	9,698	2,519	12,217

PETERBOROUGH COUNTY-CITY HEALTH UNIT

FINANCIAL STATEMENTS

DECEMBER 31, 1985

PETERBOROUGH COUNTY-CITY HEALTH UNIT

INDEX TO FINANCIAL STATEMENTS AND SUPPORTING SCHEDULES

DECEMBER 31, 1985

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- Family Planning Services	5
- Genetics Clinic	6
Schedule of Operating Expenses	
- General Health Services	A - B
Notes to the Financial Statements	

McColl, Turner & Co.

Chartered Accountants

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Robert E. C. Wright, B.Com., C.A.
Robert G. Morrison C.A.
Robert D. Martin B.A., C.A.
Dennis W. Wright B.A., C.A.
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George A. Gillespie B.Tech., C.A.
I. Herbert Gamble B.A., C.A.

John A. McColl, F.C.A.
James H. Turner, B.Com., F.C.A.
William A. Witham, F.C.A.
Consultants to the firm

Auditors' Report to the Chairman and Members of the Board of Health Peterborough County-City Health Unit

We have examined the balance sheet of the Peterborough County-City Health Unit as at December 31, 1985 and the statements of revenue and expenditure and operating surplus for General Health Services and Environmental Services, revenue and expenditure for Family Planning Services and Genetics Clinic and changes in contingency fund for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the Health Unit as at December 31, 1985 and the results of its operations for the year then ended in accordance with the accounting principles described in note 1 to the financial statements, applied on a basis consistent with that of the preceding year.

Peterborough, Ontario
March 7, 1986
Municipal Licence No. 1115

McColl, Turner & Co.

Chartered Accountants

PETERBOROUGH COUNTY-CITY HEALTH UNITBALANCE SHEET - DECEMBER 31, 1985

	<u>1985</u>	<u>1984</u>
<u>ASSETS</u>		
Cash and term deposits	\$ 222,743	\$ 301,236
Accounts receivable		
Ontario Ministry of Health (General Health Services)	57,391	-
Ontario Ministry of Health (Genetics Clinic)	-	477
Ontario Ministry of the Environment	28,053	12,560
County of Peterborough	18,916	-
Miscellaneous	7,469	14,225
Supplementary grants receivable from Ontario Ministry of Health	<u>42,916</u>	<u>1,885</u>
	<u>\$ 377,488</u>	<u>\$ 330,383</u>

<u>LIABILITIES</u>		
Accounts payable and accrued liabilities	\$ 36,947	\$ 36,931
Employee payroll deductions payable	55,210	1,104
Amounts refundable to Ontario Ministry of Health in respect of:		
General Health Services	-	5,595
Family Planning Services	6,441	4,880
Genetics Clinic	407	-
Due to Infant Stimulation Program	<u>11,509</u>	<u>16,970</u>
	<u>110,514</u>	<u>65,480</u>

<u>FUND BALANCES</u>		
Contingency Fund	(15,561)	10,698
Operating Surplus - Environmental Services	<u>282,535</u>	<u>254,205</u>
	<u>266,974</u>	<u>264,903</u>
	<u>\$ 377,488</u>	<u>\$ 330,383</u>

See accompanying notes to the financial statements

PETERBOROUGH COUNTY-CITY HEALTH UNIT
STATEMENT OF CHANGES IN CONTINGENCY FUND
YEAR ENDED DECEMBER 31, 1985

	<u>1985</u>	<u>1984</u>
BALANCE - beginning of year	\$ 10,698	\$ 3,811
Add:		
Interest earned	1,202	561
Transfer from Operating Surplus	<u>5,201</u>	<u>7,993</u>
	<u>17,101</u>	<u>12,365</u>
Deduct:		
Staff entertainment and Board expenses	1,770	1,667
Transfers to General Health Services revenue	11,466	-
Adjustment by Ontario Ministry of Health of prior years' funding for building renovation and the purchase of automobiles	<u>19,426</u>	<u>-</u>
	<u>32,662</u>	<u>1,667</u>
BALANCE - end of year	<u>\$ (15,561)</u>	<u>\$ 10,698</u>

See accompanying notes to the financial statements

PETERBOROUGH COUNTY-CITY HEALTH UNIT

STATEMENT 3

GENERAL HEALTH SERVICES

STATEMENT OF REVENUE AND EXPENDITURE AND OPERATING SURPLUS

YEAR ENDED DECEMBER 31, 1985

REVENUE	<u>1985</u>	<u>1984</u>
Grants		
Ontario Ministry of Health	\$ 1,283,617	\$ 1,145,563
City of Peterborough	253,337	229,235
County of Peterborough	166,300	150,543
Federal - Indian Reserves	2,536	2,244
Employment and Immigration Canada	4,829	11,734
Other		
Charges for nursing services supplied to Home Care Program	47,710	44,517
Transfers from Contingency Fund for supplementary expenditures	11,466	-
Miscellaneous	16,270	23,306
	<u>1,786,065</u>	<u>1,607,142</u>
OPERATING EXPENDITURES		
Salaries and wages (schedule A)	1,469,185	1,308,982
Employee benefits (schedule A)	204,148	173,931
Fees and honoraria (schedule A)	20,485	18,818
Travel (schedule A)	83,867	66,610
Materials and supplies (schedule B)	14,244	9,281
Rent and utilities (schedule B)	24,458	26,377
Administrative expenses (schedule B)	58,966	69,142
Equipment	-	8,221
	<u>1,875,353</u>	<u>1,681,362</u>
Less costs allocated to other programs	180,703	131,906
	<u>1,694,650</u>	<u>1,549,456</u>
SUPPLEMENTARY EXPENDITURES		
Equipment	43,772	1,404
Supplies and miscellaneous	11,203	5,000
Sick leave payments	10,808	12,594
Summer Employment Experience Development Program	4,829	-
Additional nursing staff	-	10,564
Accreditation	-	13,454
	<u>1,765,262</u>	<u>1,592,472</u>
EXCESS OF REVENUE OVER EXPENDITURE BEFORE THE UNDERNOTED	20,803	14,670
AMOUNT REFUNDABLE TO ONTARIO MINISTRY OF HEALTH	<u>15,602</u>	<u>6,677</u>
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR	5,201	7,993
OPERATING SURPLUS - beginning of year	-	-
	<u>5,201</u>	<u>7,993</u>
Transfer to Contingency Fund	<u>5,201</u>	<u>7,993</u>
OPERATING SURPLUS - end of year	\$ <u>-</u>	\$ <u>-</u>

See accompanying notes to the financial statements

PETERBOROUGH COUNTY-CITY HEALTH UNITENVIRONMENTAL SERVICESSTATEMENT OF REVENUE AND EXPENDITURE AND OPERATING SURPLUSYEAR ENDED DECEMBER 31, 1985

	<u>1985</u>	<u>1984</u>
REVENUE		
Grants - Ontario Ministry of the Environment	\$ 132,241	\$ 109,127
Inspection fees	32,984	31,184
Interest income	21,804	29,775
Grants - Employment and Immigration Canada	4,573	-
Miscellaneous income	3,080	2,655
	<u>194,682</u>	<u>172,741</u>
OPERATING EXPENDITURES		
Salaries and wages	110,377	67,921
Employee benefits	14,899	8,804
Travel	13,387	9,344
Equipment	3,261	17,660
Administrative expenses	523	671
Well testing program	8,099	-
Materials and supplies	2,740	2,324
Legal fees	734	150
Allocated costs	12,332	12,315
	<u>166,352</u>	<u>119,189</u>
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR	28,330	53,552
OPERATING SURPLUS - beginning of year	<u>254,205</u>	<u>200,653</u>
OPERATING SURPLUS - end of year	<u>\$ 282,535</u>	<u>\$ 254,205</u>

PETERBOROUGH COUNTY-CITY HEALTH UNITFAMILY PLANNING SERVICESSTATEMENT OF REVENUE AND EXPENDITUREYEAR ENDED DECEMBER 31, 1985

	1985 <u>BUDGET</u>	1985 <u>ACTUAL</u>	1984 <u>ACTUAL</u>
REVENUE			
Grant - Ontario Ministry of Health	\$ 70,656	\$ 67,055	\$ 56,460
Interest income	252	357	493
	<u>70,908</u>	<u>67,412</u>	<u>56,953</u>
OPERATING EXPENDITURES			
Salaries and wages	33,684	32,448	32,456
Employee benefits	5,124	4,673	4,548
Fees for service	5,616	5,630	4,530
Rent	684	673	671
Materials and supplies	1,020	329	939
Administrative expenses	2,424	2,132	1,723
Travel	1,044	1,089	993
Allocated costs	3,528	3,523	3,583
Promotion	1,968	1,833	1,641
Staff education	996	470	802
Equipment	-	-	2,017
	<u>56,058</u>	<u>52,800</u>	<u>53,903</u>
SUPPLEMENTARY EXPENDITURES			
Equipment	1,620	1,338	-
Birth Control Clinic	13,200	9,881	-
	<u>70,908</u>	<u>64,019</u>	<u>53,903</u>
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR, being amount refundable to Ontario Ministry of Health	\$ <u>-</u>	\$ <u>3,393</u>	\$ <u>3,050</u>

PETERBOROUGH COUNTY-CITY HEALTH UNITGENETICS CLINICSTATEMENT OF REVENUE AND EXPENDITUREYEAR ENDED DECEMBER 31, 1985

	<u>1985</u> <u>BUDGET</u>	<u>1985</u> <u>ACTUAL</u>	<u>1984</u> <u>ACTUAL</u>
REVENUE			
Grant - Ontario Ministry of Health	\$ 27,408	\$ 25,542	\$ 25,932
Interest income	36	71	46
	<u>27,444</u>	<u>25,613</u>	<u>25,978</u>
OPERATING EXPENDITURES			
Salaries and wages	19,056	18,859	19,549
Employee benefits	1,440	902	716
Rent	684	672	671
Materials and supplies	96	167	37
Administrative expenses	2,364	1,851	2,123
Travel	2,652	1,194	2,356
Allocated costs	756	766	823
Equipment	-	-	180
	<u>27,048</u>	<u>24,411</u>	<u>26,455</u>
SUPPLEMENTARY EXPENDITURES			
Equipment	396	317	-
	<u>27,444</u>	<u>24,728</u>	<u>26,455</u>
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR, being amount refundable to (receivable from) Ontario Ministry of Health	\$ <u>-</u>	\$ <u>885</u>	\$ <u>(477)</u>

See accompanying notes to the financial statements

PETERBOROUGH COUNTY-CITY HEALTH UNITGENERAL HEALTH SERVICESSCHEDULE OF OPERATING EXPENSESYEAR ENDED DECEMBER 31, 1985

	1985 BUDGET	1985 ACTUAL	1984 ACTUAL
SALARIES AND WAGES			
Medical	\$ 69,944	\$ 69,945	\$ 57,346
Nursing	758,191	745,083	648,711
Nutrition	45,104	46,108	41,782
Inspection	286,974	289,179	278,998
Dental	128,666	125,898	95,805
Administrative	172,062	172,864	166,959
Caretaker	20,408	20,108	19,381
	<u>\$ 1,481,349</u>	<u>\$ 1,469,185</u>	<u>\$ 1,308,982</u>
EMPLOYEE BENEFITS			
Canada pension plan	\$ 20,400	\$ 20,394	\$ 17,719
Unemployment insurance	37,824	36,943	31,729
OMERS pension contributions	83,580	80,568	68,459
Ontario Health Insurance Plan	25,176	24,442	21,721
Semi private coverage	1,596	1,352	1,333
Extended health care	6,276	5,408	4,234
Group life insurance	16,920	16,831	15,370
Worker's compensation insurance	18,216	18,210	13,366
	<u>\$ 209,988</u>	<u>\$ 204,148</u>	<u>\$ 173,931</u>
FEES AND HONORARIA			
Board members	\$ 5,448	\$ 5,150	\$ 5,340
Legal	996	1,968	180
Audit	6,504	7,204	7,504
Accounting	2,604	4,355	4,085
Payroll services	1,896	1,808	1,709
	<u>\$ 17,448</u>	<u>\$ 20,485</u>	<u>\$ 18,818</u>
TRAVEL			
Medical	\$ 1,176	\$ 1,561	\$ 793
Board members	768	483	410
Nursing	45,060	45,366	38,203
Nutrition	768	789	474
Inspection	21,312	27,155	19,768
Dental	9,240	7,072	5,974
Administrative	1,320	1,441	988
	<u>\$ 79,644</u>	<u>\$ 83,867</u>	<u>\$ 66,610</u>

See accompanying notes to the financial statements

PETERBOROUGH COUNTY-CITY HEALTH UNITGENERAL HEALTH SERVICESSCHEDULE OF OPERATING EXPENSESYEAR ENDED DECEMBER 31, 1985

	1985 <u>BUDGET</u>	1985 <u>ACTUAL</u>	1984 <u>ACTUAL</u>
MATERIALS AND SUPPLIES			
Nursing	\$ 2,448	\$ 3,142	\$ 3,186
Parenting	1,200	1,177	(787)
Prenatal	3,996	2,221	-
Inspection	888	726	1,633
Dental	4,716	6,543	4,649
Nutrition	540	426	501
Clerical	240	9	99
	<u>\$ 14,028</u>	<u>\$ 14,244</u>	<u>\$ 9,281</u>
RENT AND UTILITIES			
Heat and utilities	\$ 17,148	\$ 15,954	\$ 15,818
Building and grounds maintenance	3,432	3,575	4,616
Equipment maintenance	1,176	1,209	2,023
Housekeeping supplies	2,160	1,990	2,288
Property insurance	1,716	1,730	1,632
	<u>\$ 25,632</u>	<u>\$ 24,458</u>	<u>\$ 26,377</u>
ADMINISTRATIVE EXPENSES			
Postage	\$ 3,432	\$ 3,434	\$ 5,135
Office supplies	5,796	6,740	14,926
Laundry	684	674	661
Freight	48	54	32
Telephone	12,996	13,235	16,566
Office equipment maintenance	1,956	779	2,600
Office equipment rentals	5,004	3,967	4,743
Advertising	1,176	84	698
Conferences and workshops	16,800	16,081	13,206
Membership fees	1,956	2,041	1,728
Books and subscriptions	1,176	1,610	1,074
Bank interest and service charges	48	88	3
Insurance	6,000	6,072	4,881
Miscellaneous	1,572	4,107	2,889
	<u>\$ 58,644</u>	<u>\$ 58,966</u>	<u>\$ 69,142</u>

See accompanying notes to the financial statements

PETERBOROUGH COUNTY-CITY HEALTH UNIT

NOTES TO THE FINANCIAL STATEMENTS - DECEMBER 31, 1985

1. SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

(a) Accounting entity

The accompanying financial statements comprise all of the activities of the Health Unit for which the Board of Health is legally accountable except for the Home Care and Infant Stimulation Programs. The funding and financial reporting requirements of these programs are separate and apart from the other functions of the Health Unit and are based upon a fiscal year ending March 31.

(b) Realization of revenue and expenditure

The Health Unit utilizes the accrual basis of accounting for revenue and expenditure.

(c) Fixed assets

Expenditures on fixed assets are charged against current revenues unless the expenditures are funded by specific grants and allocations. Capital expenditures of the latter nature are segregated and charged against individual project funds.

(d) Pension costs

Current service costs of pension benefits are accrued and funded on a current basis. Unfunded past service costs are charged to operations as they are paid.

2. PAST SERVICE PROVISION OF PENSION AGREEMENT

The Health Unit has an agreement with the Ontario Municipal Employees Retirement Board for the provision of supplementary pension benefits to certain of its employees. Based upon an actuarial valuation carried out in 1983, the remaining liability at December 31, 1985 with respect to unfunded past service benefits is estimated to be \$8,737 (\$9,645 at December 31, 1984). The Health Unit elected to fund the past service liability over ten years in equal annual instalments of \$1,679 commencing in 1983.

3. ACCUMULATED SICK LEAVE CREDITS

On termination or retirement after one year's service, employees are entitled to receive 50% of their accumulated sick leave credit to a maximum of ninety days' salary. As at December 31, 1985, the liability for accumulated sick leave credits amounted to \$222,697. No provision has been made for this liability as such costs are charged to expenses as they occur.

4. COMPARATIVE FIGURES

Certain of the 1984 comparative figures have been reclassified to conform with the financial statement presentation adopted for 1985.

PETERBOROUGH DOWNTOWN BUSINESS IMPROVEMENT AREA

FINANCIAL STATEMENTS

DECEMBER 31, 1985

Coopers
& Lybrand

chartered accountants

145 King Street West
Toronto Ontario
Canada M5H 1V8

a member firm of
Coopers & Lybrand (International)

telephone (416) 869-1130
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telex 06-23590

February 12, 1986

AUDITORS' REPORT TO THE BOARD OF MANAGEMENT

We have examined the balance sheet of the Peterborough Downtown Business Improvement Area as at December 31, 1985 and the statement of revenue and expenditure and surplus for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Peterborough Downtown Business Improvement Area as at December 31, 1985 and the results of its operations for the year then ended in accordance with accounting principles generally accepted for Ontario municipalities on a basis consistent with that of the preceding year.

Coopers & Lybrand

CHARTERED ACCOUNTANTS
Municipal Licence No. 1082

PETERBOROUGH DOWNTOWN BUSINESS IMPROVEMENT AREA

BALANCE SHEET AS AT DECEMBER 31, 1985

A S S E T S

	1985 \$	1984 \$
Short-term investments - at cost	30,000	33,000
Accrued interest	72	853
Grants receivable	-	2,459
Accounts receivable	2,318	-
Prepaid expenses	<u>1,200</u>	<u>-</u>
	<u>33,590</u>	<u>36,312</u>

L I A B I L I T I E S A N D S U R P L U S

Bank overdraft	3,248	1,707
Accounts payable and accrued liabilities	<u>12,845</u>	<u>16,622</u>
	16,093	18,329
SURPLUS	<u>17,497</u>	<u>17,983</u>
	<u>33,590</u>	<u>36,312</u>

PETERBOROUGH DOWNTOWN BUSINESS IMPROVEMENT AREA
STATEMENT OF REVENUE AND EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 \$	1984 \$
REVENUE		
Requisition from City of Peterborough	120,000	120,000
Federal/provincial employment grants	8,096	4,995
Interest	<u>2,726</u>	<u>3,737</u>
	<u>130,822</u>	<u>128,732</u>
EXPENDITURE		
Administration -		
General	35,195	27,968
Maintenance	-	3,020
Promotion and advertising	40,973	38,420
Communications	5,182	2,916
Streetscape renovations	18,789	14,015
Area environment	19,608	15,082
Motorist and pedestrian convenience	4,511	2,839
Business development	2,050	-
Contribution to Town Clock Museum Committee	5,000	-
Contributions to Renovation '83 Project	<u>-</u>	<u>14,297</u>
	<u>131,308</u>	<u>118,557</u>
EXCESS OF REVENUE OVER EXPENDITURE (EXPENDITURE OVER REVENUE) FOR THE YEAR	(486)	10,175
SURPLUS - BEGINNING OF YEAR	<u>17,983</u>	<u>7,808</u>
SURPLUS - END OF YEAR	<u><u>17,497</u></u>	<u><u>17,983</u></u>

PETERBOROUGH DOWNTOWN BUSINESS IMPROVEMENT AREA

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 1985

1. IMPROVEMENT AREA

The Peterborough Downtown Business Improvement Area, comprising those lands as described in City of Peterborough By-Law 1980-142, is established for the improvement, beautification and maintenance of municipally owned lands, buildings and structures in the area, beyond that provided at the expense of the City, and for the promotion of the area as a business or shopping area.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Revenue is raised for the improvement area by City Council through a special levy upon designated ratepayers. The Board of Management for the improvement area requisitions funds from the City from time to time and accounts for these revenues on the accrual basis.

(b) Expenditures are accounted for on the accrual basis.

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telex 06-23590

April 4, 1986

ACCOUNTANTS' REPORT

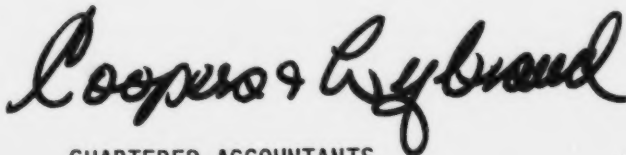
To the Ministry of
Municipal Affairs

Our examination of the consolidated financial statements of the City of Peterborough for the year ended December 31, 1985 was made for the purpose of forming an opinion on the consolidated financial statements referred to in our auditors' report to the Members of Council, Inhabitants and Ratepayers dated April 4, 1986.

In addition, at your request, we have performed the following procedures in connection with Schedules 1 to 11 of the Financial Information Return of the City of Peterborough for the year ended December 31, 1985:

- (a) we have compared the amounts disclosed on these Schedules to the books and records of the City and found them to be in agreement;
- (b) we have verified the additions and cross-additions on the Schedules; and
- (c) we have verified the cross-referencing of the information on these Schedules, where applicable.

The above-noted Schedules have not been subjected to the auditing procedures applied in the examination of the consolidated financial statements and accordingly we do not express an opinion on the fair presentation of this information.



CHARTERED ACCOUNTANTS

Municipal
Licence No. 1082

1985 FINANCIAL INFORMATION RETURN

MUNICIPALITY: CITY OF PETERBOROUGH of PETERBOROUGH

in the Region, County or District of: PETERBOROUGH

DECLARATION OF THE MUNICIPAL TREASURER

Pursuant to the determination of grants under the Ontario Unconditional Grants Act, and to the information required by the Province under the Municipal Affairs Act, the following schedules are attached:

	Attached
1 Analysis of Revenue Fund Revenues	<u>X</u>
2LT Analysis of Taxation	<u>X</u>
2UT Analysis of Upper Tier Requisitions and Direct Charges	—
2MA Analysis of Taxation in Merged Areas	—
3 Analysis of Current Revenue for Specific Functions	<u>X</u>
4 Analysis of Revenue Fund Expenditures	<u>X</u>
5 Analysis of Capital Operations	<u>X</u>
6 Analysis of Capital Grants and Own Expenditures	<u>X</u>
7 Analysis of Net Long Term Liabilities By Function	<u>X</u>
8 Analysis of Long Term Liabilities and Commitments	<u>X</u>
9LT Continuity of Upper Tier and School Board Levies	<u>X</u>
10 Continuity of Reserves and Reserve Funds	<u>X</u>
11 Analysis of Consolidated Year End Balances	<u>X</u>
12 Statistical Data	<u>X</u>
13 Grant Information	<u>X</u>
14 Grant Information	—

The schedules have been drawn up in accordance with the instructions provided by the Ministry of Municipal Affairs. They represent the consolidated financial activities of the municipality, all local boards, including joint boards where applicable and any other local corporate entities set up by the municipality to provide services to ratepayers. The consolidated local boards and entities are:

- Public Library Board
Memorial Community Centre Board
Board of Park Management
Fairhaven Home for Senior Citizens
Peterborough Utilities Commission
- Waterworks Department
Peterborough City-County Health Unit
Peterborough Kawartha tourism and
Convention Bureau

Trust funds administered by the municipality and its local boards, harbour commissions, humane societies, municipal non-profit housing corporations, provincial-municipal housing authorities, sinking funds, retirement or pension plan funds, school boards, conservation authorities, children's aid societies, district health councils, municipal hospitals and gas, telephone and hydro utilities are not consolidated.

The schedules have been prepared by City of Peterborough
(Auditor's firm or name of Municipality)

Questions regarding the information contained in them should be addressed to **Sandra Clancy**.....

Chief Accountant, City Hall (705) 748-8860
 al (Area code and telephone)

Date April 25, 1986

Municipal Treasurer **R. F. Chittick C.G.A. AMCT**

ANALYSIS OF REVENUE FUND
REVENUES

for the year ended December 31, 1985

Municipality

CITY OF PETERBOROUGH

1
3

		total revenue	upper tier purposes	school board purposes	own purposes
		1	2	3	4
		\$	\$	\$	\$
Note: Upper tiers use column 4 only					
Taxation					
Taxation from schedule 2LT (or requisitions from schedule 2UT)	1	41,381,362		18,546,616	22,834,746
Direct water billings on ratepayers					
— own municipality	2	3,934,382			3,934,382
— other municipalities	3	13,039			13,039
Sewer surcharge on direct water billings					
— own municipality	4	1,159,280			1,159,280
— other municipalities	5				
Subtotal	6	46,488,063		18,546,616	27,941,447
Payments in lieu of taxes					
Canada	7	336,161			336,161
Canada enterprises	8				
Ontario					
The Municipal Tax Assistance Act	9	54,982			54,982
The Municipal Act, section 160	10	301,750			301,750
Other	11				
Ontario enterprises					
Ontario Housing Corporation	12	428,334		194,942	233,392
Ontario Hydro	13	76,237			76,237
Liquor Control Board of Ontario	14	17,854			17,854
Other	15	21,660			21,660
Municipal enterprises	16	405,894			405,894
Other municipalities and enterprises	17				
Subtotal	18	1,642,872		194,942	1,447,930
Ontario unconditional grants					
Per household general	19	712,080			712,080
Per household police	20	1,186,800			1,186,800
Per household density	21				
Transitional and special assistance	22				
Resource equalization	23	2,147,054			2,147,054
General support	24	1,855,061			1,855,061
Northern special support	25				
Apportionment guarantee	26				
Revenue guarantee	27				
Subtotal	28	5,900,995			5,900,995
Revenues for specific functions					
Ontario specific grants	29	10,129,526			10,129,526
Canada specific grants	30	49,828			49,828
Other municipalities—grants and fees	31	323,792			323,792
Fees, service charges and donations	32	7,528,344			7,528,344
Subtotal	33	18,031,490			18,031,490
Other revenue					
Trailer revenue and licences	34				
Licences and permits	35	87,804			87,804
Fines	37	34,106			34,106
Penalties and interest on taxes	38	406,042			406,042
Investment income—from own funds	39	848,690			848,690
—other	40				
Lot levies and subdivider contributions	41				
Sale of publications, equipment, etc.	42	17,512			17,512
Contributions from capital fund	43				
Contributions from reserves and reserve funds	44	381,730			381,730
Contributions from non consolidated entities	45				
Unclassified Revenue	46				
	47	32,153			32,153
	48				
Sale of land	49				
Subtotal	50	1,808,037			1,808,037
Total revenue	51	73,871,457		18,741,558	55,129,899

(94)

(95)

ANALYSIS OF CURRENT REVENUE
FOR SPECIFIC FUNCTIONS

for the year ended December 31, 1985

Municipality

CITY OF PETERBOROUGH

3
7

		Ontario specific grants	Canada grants	other municipalities- grants, fees, and service charges	fees, service charges and donations
		1 \$	2 \$	3 \$	4 \$
General government	1	12,500	11,034	35,032	345,398
Protection to persons and property					
Fire	2				8,402
Police	3				57,360
Conservation authority	4				
Protective inspection and control	5				305,256
	6				
Subtotal	7				371,018
Transportation services					
Roadways	8	748,027		15,000	698,802
Winter control	9	451,535			
Transit	10	809,503			1,362,770
Parking	11				622,852
Street lighting	12				
Air transportation	13	47,640			9,880
	14				
Subtotal	15	2,056,705		15,000	2,694,304
Environmental services					
Sanitary sewer system	16				11,112
Storm sewer system	17				
Waterworks system	18				100,209
Garbage collection	19				
Garbage disposal	20				
Pollution control	21				
	22				
Subtotal	23				111,321
Health services					
Public health services	24	1,488,575	11,938	166,300	80,694
Public health inspections and control	25				
Hospitals	26				
Ambulance services	27				
Cemeteries	28				
	29				
Subtotal	30	1,488,575	11,938	166,300	80,694
Social and family services					
General assistance	31	4,330,698			68,638
Assistance to aged persons	32	1,608,188		107,460	2,053,628
Assistance to children	33				
Day nurseries	34	322,848			86,224
	35				
Subtotal	36	6,261,734		107,460	2,208,490
Recreation and cultural services					
Parks and recreation	37	131,728	3,808		1,535,454
Libraries	38	145,997	23,048		45,889
Other cultural	39	32,287			25,746
Subtotal	40	310,012	26,856		1,607,089
Planning and development					
Planning and zoning	41				103,773
Commercial and industrial	42				6,257
Residential development	43				
Agriculture and reforestation	44				
Tile drainage/shoreline assistance	45				
	46				
Subtotal	47				110,030
Electricity	48				
Gas	49				
Telephone	50				
Total	51	10,129,526	49,828	323,792	7,528,344

	1	2	3	4	5	6	7
	\$	\$	\$	\$	\$	\$	\$
General government							
Protection to persons and property							
Fire	1,690,007	22,953	1,696,698	3,989,032	272,186	1,173	7,677,049
Police	3,944,977	150,057	213,163	10,000		536,326	4,844,523
Conservation authority	5,044,019	82,777	369,646	87,486		91,391	5,875,319
Protective inspection and control					166,044		166,044
	343,200		64,817		32,115	3,532	443,764
Subtotal	9,332,196	232,834	647,826	97,486	138,134	621,349	11,129,850
Transportation services							
Roadways	1,785,077	942,315	2,001,681	186,864	110,150	(275,680)	4,730,407
Winter control	312,284		586,052			(271)	903,070
Transit	1,765,611	36,908	1,208,348		10,789	22,057	3,043,713
Parking	45,423	235,900	389,279			8,610	679,212
Street lighting					489,987		489,987
Air transportation	28,112	22,538	81,512			34,485	216,727
Subtotal	3,921,502	1,212,661	4,266,957	186,864	610,926	(210,799)	10,063,116
Environmental services							
Sanitary sewer system	669,021	1,134,348	489,988	124,643	14,040	119,286	2,551,328
Storm sewer system	1,930,541	777,947	786,722	1,908,828		(618,393)	4,785,645
Wastewater system	275,439		351,146				640,587
Garbage collection	370		324,756	89,977			485,103
Pollution control							
	2,875,373	1,912,295	2,036,614	2,123,448	14,040	(499,107)	8,462,663
Subtotal	2,875,373	1,912,295	2,036,614	2,123,448	14,040	(499,107)	8,462,663
Health services							
Public health services	1,855,491		195,378	5,201			2,056,070
Public health inspections and control							
Hospitals		96,244					96,244
Ambulance services							
Cemeteries							
Subtotal	1,855,491	96,244	195,378	5,201			2,152,414
Social and family services							
General assistance	916,926		651,368	104,123	4,059,287	9,927	5,741,631
Assistance to aged persons	3,152,606		889,196	83,477	12,323		4,137,602
Assistance to children					287,695		287,695
Day nurseries	375,493		143,336			39	518,868
	4,445,025		1,683,900	187,600	4,219,305	9,966	10,645,796
Subtotal	4,445,025		1,683,900	187,600	4,219,305	9,966	10,645,796
Recreation and cultural services							
Parks and recreation	1,910,466	90,015	901,575	58,926	11,047	76,292	3,057,321
Libraries	663,807	422,334	161,775				1,247,916
Other cultural	125,657	6,751	82,044		61,900	827	276,119
	2,699,930	519,100	1,145,394	58,926	72,847	77,119	4,581,356
Subtotal	2,699,930	519,100	1,145,394	58,926	72,847	77,119	4,581,356
Planning and development							
Planning and zoning	306,376		84,224				390,600
Commercial and industrial	124,684		104,167		257,210	299	587,820
Residential development		98,127					165,407
Agriculture and reforestation							
Tile drainage/shoreline assistance							
	431,060	98,127	186,901	148,540	257,210	299	1,123,827
Subtotal	431,060	98,127	186,901	148,540	257,210	299	1,123,827
Electricity							
Gas							
Telephone							
Total	27,300,629	4,119,314	11,871,358	6,797,037	5,744,673		55,833,071

Total of column 2 includes: Payments to Ontario in respect of Down- town Revitalization Program loans 81		
Accrued interest (enter an amount only if the change to the accrual basis was made in this reporting year) 82		
Interest portion of transit debt charges included on line 10 83		24,845

Total of column 3 includes: Ministry of the Environment Provincial projects service charges —water —sewer Provincial projects frontage and connection charges—water —sewer Joint projects operating charges —water —sewer O. P. P. policing contracts Short term interest costs 60		
Total of column 3 includes: Grants to charitable and non-profit organizations 62 Grants to universities and colleges 63 Contributions to UNCONSOLIDATED joint local boards Health unit District welfare board Home for the aged Recreation board(s) Fire area board Suburban roads commission .		
	62	245,467
	63	61,800
	64	
	65	
	66	
	67	
	68	110,150
	69	
	70	
	71	

Line 1 of column 7 includes: Members of council 72		124,154
--	--	---------

Line 31 of column 7 includes: Payments in respect of long term com- mitments and liabilities financed from revenue, as approved by the Ontario Municipal Board. Exclude debt charges reported in column 2. 73		
---	--	--

ANALYSIS OF CAPITAL OPERATIONS

for the year ended December 31, 1985

Municipality

CITY OF PETERBOROUGH

5
9

		1	
		5	
Unfinanced capital outlay (Unexpended capital financing) at the beginning of the year	1	2,107,452	
Sources of financing			
Contributions from own funds			
Revenue fund	2	5,468,189	
Reserves and reserve funds	3	847,973	
Subtotal	4	6,316,162	
Long term liabilities incurred			
Central Mortgage and Housing Corporation	5		
Ontario Municipal Improvement Corporation	7		
Commercial Area Improvement Program	9		
Other Ontario housing programs	10		
Ministry of the Environment	11		
Tile drainage and shoreline property assistance programs	12		
The Public			
Serial debentures	13	2,084,000	
Sinking fund debentures	14		
.	15		
.	16		
.	17		
Subtotal*	18	2,084,000	
Grants and loan forgiveness			
Ontario	20	3,415,832	
Canada	21	8,946	
Other municipalities	22	38,443	
Subtotal	23	3,463,221	
Other financing			
Prepaid special charges	24	2,414	
Proceeds from sale of fixed assets	25	124,811	
Investment income			
From own funds	26		
Other	27		
Donations	28	50,471	
Lot levies and subdivider contributions	29	681,754	
Other	30	41,797	
Estates	31	7,844	
Subtotal	32	909,091	
Total sources of financing	33	12,772,474	
Applications			
Own expenditures			
Short term interest costs	34		
Other	35	7,579,796	
Subtotal	36	7,579,796	
Transfers of proceeds from long term liabilities to:			
Other municipalities	37		
Unconsolidated local boards	38		
Individuals	39		
Subtotal	40		
Transfers to reserves, reserve funds and the revenue fund	41	644,486	
Total applications	42	8,224,282	
Unfinanced capital outlay (Unexpended capital financing) at the end of the year	43	(2,440,740)	
Amount reported in line 43 analysed as follows:			
Unapplied capital receipts	44	(3,224,555)	
To be recovered from:			
—taxation or user charges within term of council	45		
—proceeds from long term liabilities	46	269,999	
—transfers from reserves and reserve funds	47	73,161	
—other (specify)	48	440,655	
Total unfinanced capital outlay (unexpended capital financing)	49	(2,440,740)	
*amount in line 18 raised on behalf of other municipalities	19		

ANALYSIS OF CAPITAL GRANTS
AND OWN EXPENDITURES
for the year ended December 31, 1985

Municipality

CITY OF PETERBOROUGH

6
10

		CAPITAL GRANTS			TOTAL OWN EXPENDITURES
		Ontario grants	Canada grants	Other municipalities	
		1 \$	2 \$	3 \$	4 \$
General government	1	602,566	8,946		794,233
Protection to persons and property					
Fire	2				94,401
Police	3				54,243
Conservation authority	4				
Protective inspection and control	5				
	6				
Subtotal	7				148,644
Transportation services					
Roadways	8	688,680			1,429,199
Winter control	9				
Transit	10	18,322			27,328
Parking	11				527
Street lighting	12				36,132
Air transportation	13	55,231			27,439
	14				
Subtotal	15	762,233			1,520,625
Environmental services					
Sanitary sewer system	16				35,242
Storm sewer system	17	34,994			132,670
Waterworks system	18				1,480,099
Garbage collection	19				
Garbage disposal	20				6,345
Pollution control	21				
	22				
Subtotal	23	34,994			1,654,356
Health services					
Public health services	24				
Public health inspections and control	25				
Hospitals	26				200,330
Ambulance services	27				
Cemeteries	28				
	29				
Subtotal	30				200,330
Social and family services					
General assistance	31				
Assistance to aged persons	32	96,861		38,443	193,722
Assistance to children	33				
Day nurseries	34				2,626
	35				
Subtotal	36	96,861		38,443	196,348
Recreation and cultural services					
Parks and recreation	37	1,665,960			2,090,672
Libraries	38	20,479			32,360
Other cultural	39				40,763
Subtotal	40	1,686,439			2,163,795
Planning and development					
Planning and zoning	41				7,942
Commercial and industrial	42	205,421			727,738
Residential development	43	27,318			165,785
Agriculture and reforestation	44				
Tile drainage/shoreline assistance	45				
	46				
Subtotal	47	232,739			901,465
Electricity	48				
Gas	49				
Telephone	50				
Total	51	3,415,832	8,946	38,443	7,579,796

(99)

**ANALYSIS OF NET LONG TERM
LIABILITIES BY FUNCTION**

as at December 31, 1985

Municipality

CITY OF PETERBOROUGH

7
11

		\$
General government	1	189,094
Protection to persons and property		
Fire	2	747,000
Police	3	224,020
Conservation authority	4	
Protective inspection and control	5	
	6	
Subtotal	7	971,020
Transportation services		
Roadways	8	3,786,489
Winter control	9	
Transit	10	198,864
Parking	11	1,286,000
Street lighting	12	
Air transportation	13	44,000
	14	
Subtotal	15	5,315,353
Environmental services		
Sanitary sewer system	16	5,427,354
Storm sewer system	17	
Waterworks system	18	2,661,712
Garbage collection	19	
Garbage disposal	20	
Pollution control	21	
	22	
Subtotal	23	8,089,066
Health services		
Public health services	24	
Public health inspections and control	25	
Hospitals	26	407,000
Ambulance services	27	
Cemeteries	28	
	29	
Subtotal	30	407,000
Social and family services		
General assistance	31	
Assistance to aged persons	32	
Assistance to children	33	
Day nurseries	34	
	35	
Subtotal	36	
Recreation and cultural services		
Parks and recreation	37	465,000
Libraries	38	1,869,338
Other cultural	39	6,000
Subtotal	40	2,340,338
Planning and development		
Planning and zoning	41	
Commercial and industrial	42	571,500
Residential development	43	645,741
Agriculture and reforestation	44	
Tile drainage/shoreline assistance	45	
	46	
Subtotal	47	1,217,241
Electricity	48	1,400,288
Gas	49	
Telephone	50	
Total	51	19,929,400

	I	\$
1. Calculation of debt burden of the municipality		
All debt issued by the municipality, predecessor municipalities and consolidated entities:		
: To Ontario and agencies	1	2,037,737
: To Canada and agencies	2	1,988,338
: To other	3	16,359,313
	4	20,385,388
Subtotal	5	
Plus: All debt assumed by the municipality from others		
Less: All debt assumed by others		
: Ontario	6	
: Schoolboards	7	(227,675)
: Other municipalities	8	(227,675)
Subtotal	9	
Less: Ministry of the Environment debt retirement funds		
—sewer	10	(228,313)
—water	11	
Own sinking funds (actual balances)		
—general municipal	12	
—enterprises and other	13	(228,313)
Subtotal	14	
Total	15	19,929,400
Sinking fund debentures	16	
Installment (serial) debentures	17	19,260,183
Long term bank loans	18	
Lease purchase agreements	19	
Mortgages	20	669,257
Ministry of the Environment	21	
	22	
	23	
	24	
2. Total debts payable in foreign currencies (net of sinking fund holdings)		
U.S. dollars—Canadian dollar equivalent included in line 15 above	25	
—par value of this amount in U.S. dollars	26	
Other	27	
—Canadian dollar equivalent included in line 15 above	28	
—par value of this amount in ————		
3. Interest earned on sinking funds and debt retirement funds during the year		
Own funds	29	
Ministry of the Environment—sewer	30	22,205
—water	31	
4. Actuarial balance of own sinking funds at year end		
5. Long term commitments and contingencies at year end		
Total liability for accumulated sick pay credits	32	\$
Total liability under OMERS plans	33	4,813,493
—initial unfunded (payable over _____ years) (number of employees _____)	34	
—actuarial deficiency (payable over _____ years)	35	2,655,107
Total liability for own pension funds		
—initial unfunded (payable over _____ years) (number of employees _____)	36	
—actuarial deficiency (payable over _____ years)	37	
Outstanding loans guaranteed (payable over _____ years)	38	
Commitments and liabilities financed from revenue, as approved by the Ontario Municipal Board		
—hospital support	39	
—university support	40	
—leases and other agreements	41	
Other (specify):	42	
	43	
	44	
Total	45	7,468,600

6. Ministry of the Environment Provincial Projects		accumulated surplus (deficit)	total outstanding capital obligation	debt charges
		1	2	3
		\$	\$	\$
Water projects — for the municipalities only	46			
— share of integrated projects (a)	47			
Sewer projects — for the municipalities only	48			
— share of integrated projects (a)	49			

7. 1985 Debt Charges		principal	interest
		1	2
		\$	\$
Recovered from the consolidated revenue fund			
— general tax rates	50	1,397,431	1,303,713
— special area rates and special charges (parking) 51		82,000	153,900
— benefitting landowners	52	287,758	116,565
— user rates (consolidated entities) (water/sewer) 53		451,568	326,379
Recovered from reserve funds	54		
Recovered from unconsolidated entities			
— hydro	55	365,432	183,073
— gas and telephone	56		
—	57		
—	58		
—	59		
Total	78	2,584,189	2,083,630

8. Future principal and interest payments on existing net debt		recoverable from consolidated revenue fund	recoverable from reserve funds	unconsolidated entities
		principal	interest	principal
		1	2	3
		\$	\$	\$
1986	60	2,222,202	1,928,119	332,811
1987	61	2,074,192	1,724,973	149,154
1988	62	2,247,236	1,530,871	249,090
1989	63	2,121,776	1,301,841	202,595
1990	64	1,885,892	1,075,316	132,775
1991-1995	65	6,192,672	2,511,491	83,856
1996 onwards	79	1,335,824	1,496,686	399,162
Interest to be earned on sinking funds*	69	445,317		
Downward revaluation program	70			
Total	71	18,529,111	11,569,317	1,400,289

* includes interest to be earned on Ministry of the Environment debt retirement funds

9. Future principal payments on expected new debt		1	2
		\$	\$
1986	72		
1987	73		
1988	74		
1989	75		
1990	76		
Total	77	2,404,947	

10. (Other notes (attach supporting schedule as required))

CONTINUITY OF UPPER TIER AND
SCHOOL BOARD LEVIES
for the year ended December 31, 1965

Main body
CITY OF PETERBOROUGH

9LT
13

UPPER TIER	balance at beginning of year	amounts requisitioned	supplementary levies	total expended	amount levied	telephone and telegraph levies	share of provincial grants	share of other grants	other	total raised	balance at end of year
Included in general mill rate for upper tier purposes	1	2	3	4	5	6	7	8	9	10	11
General requisition	5	5	5	5	5	5	5	5	5	5	5
Special purpose requisitions											
Water rate											
Transit rate											
Sewer rate											
Library rate											
Road rate											
Sub total levied by mill rate—general	10										
Special purpose requisitions	11										
Water											
Transit											
Sewer											
Library											
Sub total levied by mill rate—special areas	18										
Special charges	19										
Direct water billings	20										
Sewer surcharge on direct water billings	21										
Total region or county	22										
SCHOOL BOARDS											
Elementary public	23	21,654	8,980,304	108,261	9,088,565	8,735,316	249,259	84,978	9	9,069,553	11
	24										5
	25										2,642
Elementary separate	26										
	27		1,144,829	7,896	1,152,728	1,131,418		21,310		1,152,728	
	28										
	29										
Secondary	30										
	31	35,063	8,427,292	96,652	8,523,944	8,216,763	213,860	88,654		8,519,277	30,396
	32										
	33										
	34										
	35										
Total school boards	36	56,217	18,552,425	212,812	18,765,237	18,083,497	463,119	194,942		18,741,558	33,038

CONTINUITY OF RESERVES
AND RESERVE FUNDS

for the year ended December 31, 1985

Municipality

CITY OF PETERBOROUGH

10
15

		\$
Balance at beginning of year	1	7,092,989
Revenues		
Contributions from revenue fund	2	1,328,908
Contributions from capital fund	3	644,486
Lot levies and subdivider contributions	60	166,735
Recreational land (the Planning Act)	61	34,155
Investment income—from own funds	5	230,031
—other	6	1,819
.	9	
.	10	
.	11	
.	12	
Total revenue	13	2,406,134
Expenditures		
Transferred to capital fund	14	847,973
Transferred to revenue fund	15	381,730
Charges for long term liabilities—principal and interest	16	
Transfer of Ontario Home Renewal Plan to trust fund	62	1,215,299
.	63	
.	20	
.	21	
Total expenditure	22	2,445,002
Balance at end of year for:		
Reserves	23	3,743,329
Reserve Funds	24	3,310,792
Total	25	7,054,121
analysed as follows:		
Working funds	26	1,340,000
Contingencies	27	
Ministry of the Environment fund for renewals, etc.		
—sewer	28	
—water	29	
Replacement of equipment	30	751,532
Sick leave	31	1,860,601
Insurance	32	
Workmen's compensation	33	
Capital expenditure—general administration	34	
—roads	35	
—sanitary and storm sewers	36	
—parks and recreation	64	
—library	65	15,484
—other cultural	66	4,255
—water	38	
—transit	39	
—housing	40	
—industrial development	41	91,241
—other and unspecified	42	1,737,994
Lot levies and subdivider contributions	44	323,952
Recreational land (the Planning Act)	46	80,292
Parking revenues	45	208,933
Debenture repayment	47	
Exchange rate stabilization	48	
Waterworks current purposes	49	
Transit current purposes	50	
Library current purposes	51	
General Welfare Assistance	52	104,123
Election Expenses	53	16,702
Roadways Winter Control	54	151,713
Sewer Surcharge	55	382,860
Health Unit	56	(15,561)
.	57	
Total	58	7,054,121

ANALYSIS OF
CONSOLIDATED YEAR END
BALANCES

as at December 31, 1985

Municipality

CITY OF PETERBOROUGH

11
16

		1	2
		\$	\$
ASSETS			
Current assets			portion of cash not in chartered banks
Cash	1	1,202,728	
Accounts receivable			
Canada	2	7,491	
Ontario	3		
Region or county	4	2,592,204	
Other municipalities	5		
School boards	6	29,146	
Waterworks	7		portion of taxes receivable for business taxes
Other (including unorganized areas)	8	1,776,286	
Taxes receivable			
Current year's levies	9	2,165,486	356,975
Previous year's levies	10		
Prior years' levies	11	402,745	106,023
Penalties and interest	12	103,240	50,237
Less allowance for uncollectables	13	237,145	64,959
		(182,322)	(182,322)
Investments (market value \$)			
Canada	14		
Provincial	15		
Municipal	16		
Other	17	8,753,875	portion of line 20 for tax sale/tax registration
Other current assets	18	520,717	
Capital outlay to be recovered in future years	19	19,929,400	
Other long term assets	20	154,922	148,922
Total	21	37,693,063	
LIABILITIES			portion of loans not from chartered banks
Current liabilities			
Temporary loans—current purposes	22	13,700	
—capital—Ontario	23		
—Canada	24		
—Other	25		
Accounts payable and accrued liabilities			
Canada	26	462,524	
Ontario	27	8,052	
Region or county	28		
Other municipalities	29		
School boards	30		
Trade accounts payable	31	2,245,683	
Other	32		
Other current liabilities	33	2,448,315	
Net long term liabilities			
Recoverable from the Consolidated Revenue Fund			
—general tax rates	34	13,560,488	
—special area rates and special charges	35	1,286,000	
—benefitting landowners	36	1,020,912	
—user rates (consolidated entities)	37	2,661,712	
Recoverable from Reserve Funds	38		
Recoverable from unconsolidated entities	39	1,400,288	
Less: Own holdings	40	()	
Reserves and reserve funds	41	7,054,121	
Accumulated net revenue (deficit)			
General revenue	42	77,738	
Special charges and special areas (specify)			
Business Improvement Area	43	(10,089)	
.	44		
.	45		
.	46		
Consolidated local boards (specify)			
Transit operations	47		
Water operations	48	2,699,640	
Libraries	49	(9,507)	
Cemeteries	50		
Recreation, community centres and arenas	51		
.	52		
Peterborough County City Health Unit	53	282,535	
Tourism and Convention Bureau	54	3,235	
Fairhaven	55	13,938	
Region or county	56		
School boards	57	33,038	
Unexpended capital financing/(unfinanced capital outlay)	58	2,440,740	
(104)	Total 59	37,693,063	

[illegible]

7. Analysis of direct water and sewer billings as at December 31					
	number of residential units		1985 billings residential units all other properties		for computer use only
In this municipality	39	19,736	2,334,123	1,522,711	4
In other municipalities (specify municipality)					
- In South Township	40	12	13,039		
" "	41				
" "	42				
" "	43				
" "	64				

	number of residential units		1985 billings residential units all other properties		sewer
In this municipality	44	19,636	772,848	425,436	
In other municipalities (specify municipality)					
" "	45				
" "	46				
" "	47				
" "	48				
" "	65				

	Number of residential units in this municipality receiving municipal water and sewer services but which are not on direct billing		water		sewer
	66	1			2

8. Selected investments of own sinking funds as at December 31

	own municipality		other municipalities, school boards		Province	Federal
	1	2	3	4	5	6
Own sinking funds	83					

9. Borrowing from own reserve funds

	Louis or advances due to reserve funds as at December 31	total board expenditure	contribution from this municipality	this municipality's share of total municipal contributions	for computer use only
	53	2,054,450	234,957	60.26%	4
County City Health Unit	54	4,041,892	286,464	73.54%	
Fairhaven Home for Aged	55	170,125	55,025	66.20%	
Tourism and Convention Centre	56				
" "	57				

11. Applications to the Ontario Municipal Board

	tile drainage, shoreline assistance, downtown revitalization, electricity, gas, telephone	other	total
Approved but not financed as at Dec. 31, 1984	67	500,000	7,223,732
Approved in 1985	68	50,325	7,274,057
Financed in 1985	69	2,084,000	20,325
No long term financing necessary	70	12,950	2,084,000
Balance approved but not financed as at Dec. 31, 1985	71	500,000	12,950
Applications submitted but not approved as at December 31, 1985	72		5,177,107
		3,100	1,100

12. Forecast of total revenue fund expenditures

	1986	1987	1988	1989	1990
73	\$5,006,000	\$6,839,000	\$2,805,000	\$65,317,000	\$68,583,000



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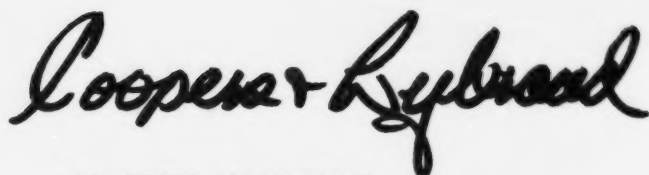
April 4, 1986

AUDITORS' REPORT

To the Ministry of
Municipal Affairs

We have examined the Grant Information Schedule 13 of the Financial Information Return of the City of Peterborough for the year ended December 31, 1985. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, this Schedule presents fairly the grant information shown therein in accordance with instructions issued by the Ministry of Municipal Affairs for the year 1985.



CHARTERED ACCOUNTANTS

Municipal
Licence No. 1082

GRANT INFORMATION

for the year ended December 31, 1985

Municipality

CITY OF PETERBOROUGH

13
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ANALYSIS OF REVENUE FUND REVENUES

1

Note: Upper tiers use column 4 only.

		upper tier purposes 2 \$	own purposes 4 \$
Taxation			
Direct water billings on ratepayers - own municipality	2		3,934,382
Sewer surcharge on direct water billings - own municipality	4		1,159,280
Payments in lieu of taxes			
Subtotal	18		1,447,930

2LT

ANALYSIS OF TAXATION

LOCAL TAXABLE ASSESSMENT

		residential and farm 1 \$	commercial and industrial 2 \$	business 3 \$
I. Own purposes				
(a) Levied by mill rate				
General	30	96,783,082	39,980,600	17,925,700
police villages at reduced rates	31			
farms at reduced rates	32			

TAXES LEVIED

		commercial and industrial 7 \$	business 8 \$	total 12 \$
Subtotal levied by mill rate	1	6,097,042	2,733,669	
Share of telephone and telegraph taxation	2			596,331
Total own purposes taxation	4			22,834,746
II. Upper tier purposes				
Subtotal levied by mill rate	5			
share of telephone and telegraph taxation	6			
Total upper tier taxation	8			

ANALYSIS OF CAPITAL OPERATIONS

5

Other financing

Prepaid special charges

	1 \$
24	2,414

